

20 June 2022
ASX Announcement

CREDIT CLEAR ACHIEVES PROFITABILITY & RECORD REVENUE OF \$3 MILLION IN MAY 2022

Key highlights:

- Credit Clear achieved operational profitability² in the month of May following a record high \$3.03 million¹ in revenue
- CCR had previously indicated (ASX Release 26 April 2022) that was on track to be profitable in July 2022 and has achieved that milestone two months early with a \$23,000 operational profit for the month of May
- Profitability achieved through a combination of strong growth from new and existing clients this year and maintaining a prudent and strategic approach to increasing investment in technology and client success resources
- The Company completed a \$7.5 million capital raise in June 2022 at \$0.43 per share further strengthening its balance sheet
- The Company intends to accelerate client onboarding in Q1FY23, following a succession of material new clients signed in the past three months
- Prevailing economic conditions, with the cost of living running well ahead of wage growth, are anticipated to result in a significant increase in the number of accounts in arrears, providing Credit Clear with the most supportive market environment since its inception

Australian receivables management solution provider Credit Clear Limited (ASX: CCR) (“Credit Clear” or the “Company”) is pleased to announce that it achieved operational profitability in May, following a record month of \$3.03 million in revenue and an ongoing disciplined approach to increasing its investment in technology and client success resources.

The profitability milestone was delivered two months ahead of the indicative forecast timing of July 2022. With operational profitability, a strong balance sheet following the \$7.5 million capital raise conducted in June at \$0.43 per share, and an economic environment where the cost of living is increasing at a rate well ahead of wage growth, Credit Clear is well positioned to continue delivering accelerated growth into FY2023.

Andrew Smith, Credit Clear CEO, said:

"In 2022 Credit Clear has positioned itself to lead the market as an end-to-end credit management company. We've done this by providing a 'best-of-both' offering that sees award-winning AI technology combined with an experience-led and customer centric service offering. The uplift in performance produced for our clients has been

quantifiably proven in recent case studies and is contributing towards greater referral volumes from existing clients, and an influx of new clients that we have signed in the past few months.

"We exit the 2022 financial year as a profitable market-leading company and our intention is to reinvest profits for growth. With a strong cash balance and an increasingly supportive economic environment Credit Clear is positioned to deliver strong growth across every business unit in FY2023."

- ENDS -

Note¹: The financial results for May 2022 are unaudited

Note²: Operational profit excludes non-operational items such as redundancies, one-off legal matters and capital raising fees

This ASX announcement was approved and authorised for release by the Board of Credit Clear.

Investor and Media Enquiries

Warrick Lace

warrick.lace@creditclear.com.au

+61 404 656 408

About Credit Clear

Founded in 2015, Credit Clear Limited is an Australian technology company that has developed a digital billing and communication platform that helps organisations drive smarter, faster and more efficient financial outcomes by changing the way customers manage their re-payments through a user experience that the market demands in a digital age, powered by award winning artificial intelligence.

Credit Clear manages customer accounts across a range of industries including transport, financial services, insurance, government and utilities. The Company is based in Australia with headquarters in Melbourne and offices in Sydney, Brisbane, Adelaide and Perth.

www.creditclear.com.au