



Butn Limited

ACN 644 182 883

www.butn.co

ASX Code: BTN

Melbourne, 15 April 2024

ASX ANNOUNCEMENT

Cleansing Notice under Section 708AA(2)(f) of the Corporations Act 2001 (Cth)

On 15 April 2024, Butn Limited (ACN 644 182 883) (the **Company**) announced that it was undertaking a fully underwritten pro-rata accelerated non-renounceable entitlement offer (**Entitlement Offer**) of 1 New Share for every 1.9 Shares held by shareholders with a registered address in Australia, New Zealand and Singapore (**Eligible Shareholders**) at Record Date of 17 April 2024, for the issue of up to approximately 96.3 million New Shares at \$0.052 per Share.

This notice is being given by the Company under section 708AA(2)(f) of the *Corporations Act 2001 (Cth)* as modified by ASIC Corporations (Non-Traditional Rights Issues) Instrument 2016/84 and ASIC Corporations (Disregarding Technical Relief) Instrument 2016/73.

For the purpose of section 708AA(2)(f) of the Corporations Act, the Company confirms:

1. The Company will offer the New Shares for issue without disclosure to investors under Part 6D.2 of the Corporations Act.
2. The Company is providing this notice under section 708AA(2)(f) of the Corporations Act.
3. As at the date of this notice, the Company has complied with:
 - a. The provisions of Chapter 2M of the Corporations Act as they apply to the Company; and
 - b. Section 674 and 674A of the Corporations Act.
4. As at the date of this notice, there is no excluded information of the type referred to in sections 708AA(8) and 708AA(9) of the Corporations Act that is required to be set out in this notice under section 708AA(7) of the Corporations Act; and
5. The potential effects of the Entitlement Offer on the control of the Company and the consequences of that effect, will depend on a number of factors, including investor and existing shareholders' demand, is as follows:
 - a. If all Eligible Shareholders take up all their Entitlements under the Offer, then the Offer will have no effect on the control of the Company.
 - b. Should just the Company's major Shareholders subscribe for their full Entitlement, there will not be any material impact on the control of the Company following the issue of Shares under the Offer.
 - c. To the extent that Eligible Shareholders do not take up all of their Entitlements under the Offer, then the percentage holdings of those Eligible Shareholders will be diluted by those who subscribe for new Shares under the Offer.

- d. Shareholders that apply for Additional New Shares may increase their interests beyond their percentage Entitlement.
- e. If not all Eligible Shareholders (other than the Directors, to the extent disclosed in the Company's announcement today) take up their Entitlements under the Offer then the Offer's effect on the control of the Company will depend on the subscriptions made under the Underwriting Agreement, which may potentially result in a new investor having a substantial interest in the Company
- f. If not all Eligible Shareholders (other than the Directors, to the extent disclosed in the Company's announcement today) take up their Entitlements under the Offer, if the Underwriting Agreement is terminated for any reason and if the Company issues the Shortfall under the Offer through a placement to new investors, this may potentially result in one or more new investors having a substantial interest in the Company.

Assuming a 100% take up of the Offer (as the Offer is fully underwritten), the potential effect of the issue of the Shares under the Offer on the control of the Company is as follows:

Issued Shares	Shares
Total issued capital of the Company as at the Record Date	183,018,599
Number of Shares offered under the Offer (assuming maximum number of Shares are issued under the Offer)	96,325,578
Total Issued Capital of the Company at completion of the Offer	279,344,177

This announcement has been authorised for release by the Board of Directors of Butn Limited.

Further information please contact:

Investors

Rael Ross, Co-CEO and Exec Director
 Investor Relations: investors@butn.co

About Butn

Butn Limited is an Australian Business-to-Business ('B2B') funder innovating the way SMEs fund and grow their businesses. Butn focuses on transactional funding – funding SME businesses through their working capital constraints by financing individual transactions, leveraging the end debtor's credit. With a vision of "Your money, today" Butn delivers cashflow funding solutions at the click of a Butn having funded over \$1.5 billion to Australian businesses. For more information visit www.butn.co