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Media & ASX Market Announcement

Australian Securities Exchange

Cycliq Restructures Debt Facilities Improves Working Capital Flexibility and Operating Cash Flows

Highlights

- **Cycliq has entered into a secured supply chain and invoice financing facility with Timelio.**
- **Existing debt facility with Partners for Growth will be fully paid out as part of the debt restructure.**

Cycliq Group Limited (ASX:CYQ – the “Company” or “Cycliq”) is pleased to announce that it has executed the formal documentation in relation to a secured supply chain and invoice financing facility (“Debt Facility”) with Timelio Pty Ltd (“Timelio”).

The security provided by the Company in relation to the Debt Facility includes a first-ranking General Security Agreement (**GSA**) entered into by the Company and certain of its subsidiaries, attaching to all present and after acquired property of the Company and its subsidiaries.

There is no establishment fee in relation to the Debt Facility and it can be cancelled at any time without penalty to Cycliq. Material terms of the facility are set out in Annexure A.

In conjunction with executing the Debt Facility, Cycliq will terminate the existing \$2 million tailored debt facility provided by Partners for Growth, by repaying the \$232,661 currently drawn down and making payment of a \$6,908 termination fee.

Cycliq Chairman Craig Smith-Gander said:

“Entering into the agreement with Timelio and restructuring our financing arrangements will allow Cycliq to access funds to accelerate manufacturing timeframes and better align working capital deployment with revenue generation activities.”

“We’re pleased to support Cycliq as they go from strength to strength by providing a financing solution with the flexibility to accommodate the needs of their manufacturing business and take pressure off their operating cash flows,” said Charlotte Petris, CEO of Timelio.

This announcement has been authorised by the Board of directors of the Company.



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About Cycliq

Cycliq is a smart safety company based in Perth, Australia, manufacturing and marketing the world-first cycling light and camera safety system the Fly6 and Fly12.

More than 100,000 of the Fly bike cameras have been shipped around the world to over 50 countries since the company was founded in 2012. Cycliq has operations in Australia and China, with direct to consumer sales from the company website and Amazon, and access to more than 6,000 retail points of presence through a network of regional distribution and retail partners in the USA, Asia-Pacific, EU and UK, as well as major online players including Wiggle (Global) and Backcountry.com (USA).

For more information about Cycliq, please visit www.cycliq.com

Annexure A – Material terms of Debt Facility**Supply Chain Finance**

Facility and Facility Limit	Supply Chain Finance
Summary	Funding for committed purchase orders ("POs") from Cycliq customers approved by Timelio. Funding in respect of each PO is limited to 100% of Cycliq's manufacturing costs for goods sold. Upon delivery and invoicing, a trade finance transaction can be refinanced with invoice finance.
Use of Funds	Working Capital
Repayment	Upon receipt of payment from approved Cycliq customers.
Interest Rate	13.38% per annum (annualised)
Transaction Fee	1.3% (charged on the funding amount for each PO). If the transaction switches to Invoice Finance, no further transaction fee is applied.
Cancellation Fee	Nil
Security	PPSR registered GSA over all present and after acquired property of the Company (and certain subsidiaries).

Invoice Finance

Facility	Invoice Finance
Summary	Advance of up to 90% of the invoice value for debtors approved by Timelio. Payment is made directly to Timelio by debtors.
Use of Funds	Working Capital
Repayment	Upon receipt of payment from approved Cycliq debtors.
Interest Rate	10.95% per annum (annualised)
Transaction Fee	0.75% (charged on the advanced amount pursuant to an invoice). No additional transaction fee is applicable where a transaction switches from Supply Chain Finance.
Cancellation Fee	Nil
Security	PPSR registered GSA over all present and after acquired property of the Company (and certain subsidiaries).