

23 December 2022**ASX Announcement**

Additional Funds through Convertible Note Issue

Highlights

- In addition to the Convertible Notes outlined on 19 December an additional convertible note for \$50,000 has been placed
- The funds will be used as additional working capital

Kaddy Limited (ASX: KDY; “Kaddy” or the “Company”), formerly DW8, is a unique and innovative technology platform which provides beverage suppliers an end-to-end supply chain solution that allows them to connect with buyers, simplify operations, streamline payments and fulfil trade orders.

The Company is required to announce that an additional convertible note has been issued as part of the issue announced earlier this week. The \$50,000 investment is on the same terms as the convertible notes announced on 19 December 2022.

The total funding announced this week extends the Company’s cash runway and helps bridge the gap to when the Company expects the synergies and savings of \$5.7m p.a. (as announced on 7 November 2022) to start being released on a meaningful basis later this financial year.

Convertible Note - Key Terms Summary

| | |
|--------------------------|---|
| Amount | \$50,000, face value drawn down |
| Rate | 10% interest p.a. The interest is payable in shares if the Convertible Note is converted (subject to the receipt of prior shareholder approval, as noted below), or cash in the event the Convertible Note is redeemed. |
| Term | 1 year from the issue date |
| Conversion price | \$0.05 |
| Conversion | The conversion of the Convertible Note is subject to, and conditional on, the receipt of prior shareholder approval and any required ASX waivers. A notice of general meeting seeking the requisite shareholder approvals will be issued shortly. |
| Redemption | Redemption is upon an event of default or change of control event, or at maturity if the note has not been converted for any reason. |
| Security | Unsecured |
| Attaching Options | 1 unlisted option will be issued for every 5 shares which may be issued. The options will expire on 30 June 2023 and have an exercise price of \$0.10. The issue of the options is subject to and conditional on the receipt of prior shareholder approval. |
| Additional terms | The agreement contains such other provisions considered customary for agreements of its nature, including representations and warranties, covenants, undertakings and events of default. |

END

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

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For more information about Kaddy
Website: <https://corporate.kaddy.com.au>
Sign-up to receive investor news [here](#).

Kaddy Limited (ASX: KDY)

Kaddy is an Australian publicly listed technology company that operates **Kaddy**, a unique and innovative technology platform which provides beverage suppliers an end-to-end supply chain solution that allows them to connect with buyers, simplify operations, streamline payments and fulfill trade orders.

Our platform consists of the following divisions:

Kaddy Marketplace is a one-stop shop for wholesale beverages discovery, ordering, invoicing and payments. Buyers have access to a broader range of products, a streamlined ordering and invoicing process, and flexible payment options. Suppliers can also connect with a diverse range of venues and retailers, creating opportunities to simplify back-office functions, increase sales opportunities, distribution and reach while improving cash flow.

Kaddy Fulfilment offers the beverages industry a suite of specialised fulfilment solutions, including warehousing, inventory management and nationwide delivery services. With a dedicated fleet servicing major capitals across Australia, it provides suppliers with a fast, efficient and reliable delivery solution.

Kaddy Community is a social networking platform designed to provide like-minded beverage industry professionals access to a forum to share their news, reviews, views, insights and latest announcements.

Kaddy plans to solidify its presence in Australasia before expanding the platform into other key markets such as the UK, Europe, USA, Canada and Asia

Kaddy generates revenue via:

- Order processing fees (% of the order value)
- Accelerated payment fees (% of the order value)
- Fulfilment fees (storage, picking, packing, handling & freight)
- Membership fees (SaaS subscriptions)
- Advertising fees (promotions, branding & corporate display)

Forward-Looking Statements

This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Kaddy Limited's planned operations and other statements that are not historical facts. When used in this document, the words such as "could", "plan", "estimate", "expect", "intend", "may", "potential", "should", and similar expressions are forward-looking statements. Although Kaddy Limited believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.