

Wellfully Ltd (Administrators Appointed) (Company)

ACN 056 482 636

ASX code: WFL

22 September 2023

Updates on the progress of the administration

Please refer to the appointment of Mr Christopher Pattinson and Mr Bryan Hughes (**Administrators**) as Joint and Several Administrators of the Company on 18 August 2023.

Please find below a brief update on the progress of the administration and the prospects of a sale of all or some of the Company's assets and/or a potential recapitalisation and/or restructure of the Company.

Appointment over Australian based subsidiaries

Following the appointment of the Administrators to the Company, preliminary investigations indicated that the Company's wholly owned Australian subsidiaries, International Scientific Pty Ltd (Administrators Appointed) (**International Scientific**) and Bodyguard Lifesciences Pty Ltd (Administrators Appointed) (**Bodyguard**) (collectively, **Subsidiaries**) held the majority of the intellectual property (**IP**) and patents that had been developed for the purpose of the Company's business.

Following an analysis of the financial position of each of the Subsidiaries it was identified that each entity had significant intercompany loans payable to the Company, leading the director of the Subsidiaries to appoint Mr Hughes and Mr Pattinson as Joint and Several Administrators of International Scientific and Bodyguard on 24 August 2023.

Outcome of the Company's first meeting of creditors

The first meeting of creditors of the Company was held on Wednesday, 30 August 2023 pursuant to section 436E of the Corporations Act 2001 (Cth) (**Act**).

At the meeting, creditors ratified the appointment of the Administrators and elected not to appoint a Committee of Inspection at that time.

Outcome of the Subsidiaries' first meetings of creditors

The first meetings of creditors of the Subsidiaries were held on Tuesday, 5 September 2023 pursuant to section 436E of the Act.

At the meetings, creditors ratified the appointment of the Administrators and elected not to appoint a Committee of Inspection at that time.

Outcome of the Company's second meeting of creditors

The second meeting of creditors of the Company was held on Friday, 22 September 2023.

At the meeting, creditors resolved that the meeting should be adjourned for a period of up to 45 business days in accordance with the Administrators' recommendation.

The primary purpose of the adjournment is to provide the Administrators with additional time to allow further time to:

- enable the viability of a DOCA proposal to be fully explored; and
- further investigate the business, property and affairs of the Company and the Subsidiaries and the conduct of the current and former directors and officers of the Company.

Outcome of the Subsidiaries' second meetings of creditors

The second meetings of creditors of the Subsidiaries were held on Friday, 22 September 2023.

At the meetings, creditors resolved that the meetings should be adjourned for up to 45 business days in accordance with the Administrators' recommendation.

The reconvened second meetings of the Company and Subsidiaries will be held on or before 24 November 2023.

Administrators' preliminary investigations

The Administrators' preliminary investigations into the affairs of the Company identified a number of possible offences of the Act by the current and former directors and officers of the Company. The Administrators' investigations are ongoing and further investigations are being conducted in the adjournment period.

Realisation program

Since the appointment of the Administrators, a number of parties have contacted the Administrators to express interest in acquiring all or some of the Company's assets and/or submitting a proposal to recapitalise and/or restructure the Company.

The Administrators are working with these interested parties to conclude the realisation program in the adjournment period and prior to reconvening of the second meeting of creditors on or before 24 November 2023. Further updates will be provided in due course.

Further enquiries

The Administrators request that shareholders refer to updates lodged by way of announcements to the ASX in the first instance. Please also refer to the Australian Securities and Investments Commission website which provides general information for shareholders regarding the administration process and its impact on shareholders.

Shareholders of the Company may address any reasonable queries about the consequences of the administration to Lauren South of Pitcher Partners on 08 9322 2022 or by email at southl@pitcher-wa.com.au.

WFL will continue to be suspended from trading throughout the administration process.

CHRISTOPHER PATTINSON

Joint and Several Administrator

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