

13 December 2023

archTIS Extends Non-Dilutive Capital Funding Programs

**Receives \$2.117M R&D Tax Incentive
Increases CBA Market Rate Facility to \$2.0M**

*Proceeds to support the Company's outlook toward positive cash flow
while supporting global product innovation*

archTIS Limited (ASX:AR9, OTCQB:ARHLF), a global provider of data-centric software solutions for the secure collaboration of sensitive information, announced that it has extended its capital funding programs through the non-dilutive receipt of an R&D tax incentive payment of \$2.117M from the Australian Tax Office (ATO) and the increased extension of a market rate lending facility with the Commonwealth Bank of Australia (CBA) for \$2.0M.

The rebate relates to the Company's refundable tax offset claim for research and development (R&D) during the financial year ending 30 June 2023. The payment provides archTIS with additional non-dilutive working capital to support ongoing R&D to extend its global product innovations, platforms and capabilities for growth opportunities. The tax incentive offers companies with revenue under \$20M per year a 43.5% refundable tax offset for eligible research and development expenditures.

The R&D incentive program is part of the Australian government's commitment to developing sovereign capability to help Australian businesses grow and innovate. R&D funding enables archTIS to further innovate its portfolio of secure information sharing products to meet the growing global demand for data-centric information security solutions.

archTIS has increased and extended a \$2.0M Market Rate Facility through the CBA for a term of 24 months, at standard commercial rates. There is a fixed and floating charge over the assets of the Company in relation to this facility.

Kurt Mueffelmann, Global COO of archTIS, stated: "The R&D tax incentive and increase in our market rate facility is important to the Company's overall corporate finance strategy. It provides archTIS with working capital to invest in product innovation and technology development across Defence coalition partners and defence industrials while also providing non-dilutive funding into business operations. The funds are part of archTIS' stated outlook of becoming cash flow positive in financial year 2024."

-ENDS-

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Authorised for issue by the archTIS Board of Directors.

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archTIS Interactive Investor Hub

<https://investors.archtis.com/>

The archTIS Investor Hub is an online portal for investors to read and interact with our announcements and updates. You can ask questions and add comments, which our team can respond to where possible.

About archTIS Limited

archTIS Limited (ASX:AR9, OTCQB:ARHLF) is a global provider of innovative software solutions for the secure collaboration of sensitive information. The company's award-winning data-centric information security solutions protect the world's most sensitive content in government, defence, supply chain, enterprises and regulated industries through attribute-based access and control (ABAC) policies. archTIS products include Kojensi, a multi-government certified platform for the secure access, sharing and collaboration of sensitive and classified information; and NC Protect for enhanced information protection for file access and sharing, messaging and emailing of sensitive and classified content across Microsoft 365 apps, SharePoint on-premises, NetApp ONTAP, Nutanix Files and Windows file shares. For more information, visit archtis.com or follow @arch_tis on [X](#).