10 October 2018

ASX Announcement

DRAGONTAIL SECURES STRATEGIC INVESTMENT
FROM TIGER GLOBAL INVESTMENTS FUND

Highlights:

- **Tiger Global Management, an investment firm based in New York will be investing over $6m into Dragontail.**

- **Tiger Global Management, currently manages over USD$20 billion in assets and has extensive experience investing in leading software as a service companies globally. The firm also has a number of investments levered to secular growth in restaurant spending and mobile app enabled food delivery.**

- **The investment price of $0.187 is at a 10% premium to the last closing share price of the Company and 28% premium to the weighted average price over the last 7 days.**

- **The investment is set to accelerate the Company's installation, contract fulfillment and new AI technology endeavors.**

10 October 2018 (Melbourne): Dragontail Systems Limited (ASX: DTS, the "**Company**" or "**Dragontail**") is pleased to announce that New York based technology fund Tiger Global Management ("**TGM**") has agreed to invest $6,077,500 in the Company pursuant to a private placement.

The summary terms of the investment are as follows:

1.	Amount of investment:	$6,077,500
2.	Number of shares:	32,500,000
3.	Price per share:	$0.187
4.	Restriction period:	6 months from the date of issue

The funds will enable DTS to accelerate its growth through the rapidly increasing roll out of installations of both the "Algo" Dispatch System and the QT camera quality control system in major QSR customers and provide additional working capital for all additional AI technology projects.

The investment of 32,500,000 new shares will be within the Company's ASX Listing Rule 7.1 and 7.1A capacity available for issue with 25,025,000 Shares to be issued under LR7.1 and 7,475,000 Shares under LR7.1A. Settlement of the investment is expected to take place on or before 15 October 2018.

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For further information please contact:

Corporate:

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About Dragontail Systems

Dragontail is revolutionising the Quick Service Restaurant (QSR) and foodservice industry with its Algo System and computer-vision QT quality system that uses artificial intelligence (AI) machine learning.

The Algo System uses a sophisticated patented algorithm to optimise and manage the entire food preparation process from order to delivery. It is the first system in the world to fully automate and streamline the kitchen flow to deliver an immediate and significant return on investment to fast food and quick service restaurants.

The QT system's sensor and camera automatically monitor the preparation and cooking process in the kitchen to improve the quality and consistency of meals. Using proprietary advanced AI machine-learning technology, the system keeps improving its diagnostics, becoming even more efficient.

For more information, visit www.dragontailsystems.com.