



ASX MARKET RELEASE

Buddy Receives Paycheck Protection Program Loan under U.S. Government CARES Act

SUMMARY

- Buddy has received a U.S. Federal Government loan as part of the CARES Act Paycheck Protection Program in the amount of US\$418,562 (approx. A\$664k)
- Approximately US\$269k is forgivable, subject to certain conditions and the use of funds being for employee payroll obligations and rent; the balance must be repaid in 24 months and attracts a 1% annual interest rate
- The Company will immediately apply the forgivable portion to employee payroll obligations, and will deploy the balance subject to there being no conflict with the Company's existing debt structure.

22 April 2020 - Seattle, Washington

Buddy Technologies Limited ("Company") (BUD.ASX), a leader in IoT and cloud-based solutions for making spaces smarter, is pleased to advise that its U.S. subsidiary, Buddy Platform, Inc., has received a U.S. Government loan under the CARES Act Paycheck Protection Program ("PPP") in the amount of US\$418,562. The Company has also applied for a loan on behalf of its other wholly owned U.S. subsidiary, Lifi Labs, Inc. but no notice has yet been given on the success of that application.

Loan amounts under the PPP will be forgiven as long as 1) the loan proceeds are used to cover payroll costs, and most mortgage interest, rent and utility costs over the 8 week period after the loan is made; and 2) employee and compensation levels are maintained. Loan amounts not forgiven attract a 1% fixed interest rate, are un-collateralised, not subject to any guarantees and are not due for 2 years. Payments on the loan are deferred for 6 months. Management expects that approximately US\$269k of the PPP loan to Buddy Platform, Inc. is forgivable.

With operations in several jurisdictions around the world, the Buddy team is working to ensure the Company subscribes to any subsidy or benefit for which it is eligible across those jurisdictions. Further updates will be provided by way of ASX announcements.

For and on behalf of Buddy Technologies Limited,

A blue ink signature of David P. McLauchlan, consisting of a series of loops and flourishes.

David P. McLauchlan
Chief Executive Officer
Buddy Technologies Limited.

About Buddy

Buddy Technologies Limited (BUD.ASX) helps customers of any size “make every space smarter”. Buddy has two core businesses – its Commercial Business and Consumer Business. **Buddy Ohm** and **Buddy Managed Services** are the company’s core Commercial offerings that empower its customers to fully leverage digital technologies and their impact in a strategic and sustainable way. Buddy Ohm is a resource monitoring and analytics solution that provides energy monitoring, reporting and auditing services for commercial and industrial customers. Buddy Managed Services licenses Buddy’s technology platforms to customers for integration into their own products.

Buddy’s Consumer Business trades under the **LIFX** brand and has established a leading market position as a provider of smart lighting solutions. The company’s suite of Wi-Fi enabled lights are currently used in nearly one million homes, viewed as second only to lighting giant, Philips Hue. LIFX products are sold in over 100 countries worldwide, directly and via distribution and sales partnerships with leading retailers and ecommerce platforms including Amazon, Google, Apple, JB Hi-Fi, Bunnings, Officeworks, MediaMarkt, Saturn and Best Buy (in both the US and Canada).

Buddy is headquartered in Adelaide, Australia, with offices in Melbourne (AU), Seattle (US), Dublin (IE), Shenzhen (CN) and Silicon Valley (US).

For more information, visit www.buddy.com and www.lifx.com.

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