

\$750,000 convertible note facility

Highlights:

- **Linus establishes \$750,000 convertible note facility**
- **Commitments received for \$300,000 in notes from professional and sophisticated investors**
- **Facility mirrors terms of convertible note facility announced in September 2024, which raised \$1,425,000 and closed in February 2025**
- **Provides additional runway for unlocking growth, delivering on the growing pipeline and scale from new and existing partnerships with industry leaders Prime Focus, Fujitsu, Magnifi, and Avid, towards the Company's goal of achieving cashflow breakeven**
- **Eli Capital \$1.5 million standby equity facility remains in place as part of the Company's overall funding strategy**

Melbourne, Australia – 26 March 2025: Linus Technologies Limited (ASX: LNU) (**Linus** or **Company**) – the only cloud-based solution that unlocks the value of video archives with immersive, deeply personalized viewer experiences via its Linus Media Solutions portfolio – is pleased to announce the establishment of a \$750,000 convertible note facility (**Note Facility**) and binding commitments for \$300,000 in notes from professional and sophisticated investors.

The Company is extending its capacity to drive sustained growth by leveraging additional resources to execute on its expanding pipeline of opportunities. This raising enables the Company to scale its operations effectively by capitalising on both new and existing partnerships with industry leaders, including Prime Focus, Fujitsu, Magnifi, and AWS. These collaborations are instrumental in accelerating market penetration, enhancing technological capabilities, and driving revenue generation. By doing so, the Company is progressing toward its ultimate objective of achieving cash flow breakeven, ensuring long-term financial sustainability and strengthening its position within the industry.

Linus CEO Ben Taverner, said, "It has been a very active and positive couple of months for me and the Linus team since I started as CEO.

"We have identified and are actively pursuing key short-term opportunities with a strong focus on closing and delivering commercially. These opportunities are strategically positioned to generate significant revenue for Linus, reinforcing our commitment to achieving strong financial performance.

"In addition to our short-term objectives, we are also seeing substantial expansion in our medium-term pipeline. This pipeline has grown significantly over the last couple of months, presenting exciting prospects for sustained business growth. This momentum not only strengthens our market position but also enhances value creation for our shareholders."

Convertible Note Facility

The convertible note facility allows the Company to issue convertible notes (**Notes**) up to a maximum aggregate face value of \$750,000. The Company has to-date received binding commitments for the issue of Notes in the amount of \$300,000 from several professional and sophisticated investors, including existing shareholders.

The key terms and conditions of the Notes are as follows:

- Each Note has a face value of \$1.00.
- Each Note attracts a coupon of 20% per annum, which accrues daily and is to be capitalised monthly.
- The Notes have a maturity date of 24 months from their dates of issue.
- The Notes (together with capitalised interest) may be converted by the Noteholder into fully paid ordinary shares in the Company at any time up to their respective maturity date. The conversion price will be the 10-day VWAP before the date of the issue of the relevant Notes, subject to a floor price of 0.2 cents. After 12 months from their date of issue, the Company may also elect to convert into shares on the same terms any Notes that have not been redeemed (together with capitalised interest). Notes may only be converted during May 2025 or after 31 August 2025.
- The Company may redeem the Notes prior to their maturity date.
- The Notes are not secured. However, the Company and its subsidiaries must not deal with (which includes encumbering) any material assets outside of the ordinary course of business without Noteholder consent.

The Notes will be issued within the Company's existing ASX listing rule 7.1 equity issue capacity, and shareholder approval is not required for their issue. The Company may however seek shareholder ratification for their issue under listing rule 7.4 at a later date.

In accordance with the requirements of ASX guidance note 21 as clarified by ASX compliance update 05/20, the Company provides the following additional disclosure. The Notes will be issued on terms that are broadly consistent with the terms of the convertible notes issued under the convertible note facility announced in September 2024, which closed on 28 February 2025 and raised \$1,425,000. The Company did consider alternative fundraising options in the form of a share placement including under a drawdown of the Eli Capital facility, however with greater investor interest in the notes over a share placement, the Company formed the view that establishing the new facility would be preferable. The notes are not secured and no "collateral shares" are being issued.

A detailed summary of the terms and conditions of the Note Facility is set out in the schedule to this announcement.

This announcement has been authorised for release to ASX by the Linius Board of Directors.

About Linus Technologies Limited:

Linus' purpose is to unlock the value of the world's video, creating immersive, deeply personalized viewing experiences. For the first time, we make it possible to find, curate, and utilize the valuable moments across vast libraries of video, enabling viewers to create an infinite amount of personalised video compilations on-the-fly, providing the most relevant content to each viewer.

Our patented Video Virtualisation Engine™ (VVE) turns big, bulky video files into lightweight, searchable data that is enriched with AI and ML, making it easy and efficient for users to find and share what matters to them. Creators and owners of video can drive greater viewing, and monetisation of their video assets.

For more on Linus Technologies, visit www.linus.com

For further information, please contact: Ben Taverner, CEO, +61 (0)3 8672 7186 or ir@linus.com

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SCHEDULE
SUMMARY OF THE CONVERTIBLE NOTE TERMS AND CONDITIONS

Issuer	Linus Technologies Limited ACN 149 796 332
Face Value	\$1.00 per Note
Maturity Date	24 months from the date of issue.
Coupon Rate	20% per annum, which accrues daily and capitalised.
Conversion	<p>The Notes (together with capitalised interest) may be converted by the Noteholder into fully paid ordinary shares in the Company (Shares) at any time up to their respective maturity date. The conversion price is the 10-day VWAP before the date of issue of the relevant Notes, subject to a floor price of 0.2 cents.</p> <p>The Issuer may also elect to convert into Shares on the same terms any Notes that have not been redeemed (together with capitalised interest and fees).</p> <p>Notes may only be converted during May 2025 or after 31 August 2025.</p>
Security	Notes are not secured
Prohibited Dealings	<p>The Company must not, and must ensure that none of its subsidiary companies do not, transfer, encumber, grant a security interest over, use or pledge as security, or otherwise dispose of or deal with any material asset of the business of the Issuer, including (without limitation) any intellectual property rights, or allow any person to acquire any interest in any such asset. The foregoing shall not apply: (a) to an act undertaken in the ordinary course of the Issuer's ordinary business, or (b) when otherwise approved by a super majority of Noteholders.</p>
Transferability	Notes are transferable only with the prior written consent of the Issuer.
Redemption	<p>Repayment of the principal sum (being the face value of each Note and capitalised interest) must be made on the respective Maturity Date or sooner if the Issuer commits an Event of Default and Noteholders request immediate redemption.</p> <p>The Company has a right of early redemption of the Notes after 12 months from their respective dates of issue.</p>
Warranties, Undertakings and Indemnities	Warranties, undertakings and indemnities customary for securities of this nature given by the Issuer.
Events of Default	Customary events of default for securities of this nature apply, including but not limited to payment, redemption or conversion breaches, breaches of covenants, representations, warranties and undertakings, and insolvency events.
Voting Rights	Notes do not give a Noteholder shareholder meeting attendance rights, voting rights or dividend rights.
Conversion Protections	Notes are subject to standard anti-dilution for re-organisation or reconstruction of capital.