

For immediate release

25 August 2022

BuildingIQ (ASX: BIQ) – Report on Quarterly Activities

Financial Summary

- Cash receipts from customers in Q2 FY2021 were A\$0.172m and A\$0.477m YTD
 - At the end of Q2 FY2021, Net cash used in operating activities: A\$ 0.753m
 - At the end of Q2 FY2021, Operating expenses: A\$ 1.23m
- Unaudited total income: A\$ 0.172m
 - Revenue: A\$0.172m
- A\$0.396m in funding was provided by SNAPS Holding Company during Q2 2021 and A\$0.732m YTD
- Cash and cash equivalents at quarter end: A\$0.0m

Operational Summary

- For the past 12 months, SNAPS has been dedicating its resources for mitigating and resolving legal and operational challenges. These challenges were inherited by the new management from the operations managed by previous management.
- BuildingIQ remains committed to pursuing new growth opportunities for the Company for its future viability.
- There are 775+ buildings active on the BuildingIQ Platform.

Note: BuildingIQ is incorporated in Delaware and has a 31 December financial year-end.

Business Activities

BuildingIQ Inc. (ASX: BIQ) ('BuildingIQ' or 'the Company'), a tech-enabled services business, today releases its Appendix 4C for the second quarter of FY2021 ending 30 June 2021.

Receivership of Subsidiaries

The Company, since 21 December 2020, continues to be under suspension from official quotation. This is based on the correspondence received by subsidiaries BuildingIQ Pty Ltd and BuildingSense Australia Pty Ltd and subsequent notification by the ASX, which involved the appointment of Receivers and Managers over certain assets (namely the bank accounts and accounts receivable) of the subsidiaries.

SNAPS Holding Company ('SNAPS'), major shareholder and secured lender of BuildingIQ Group, remains committed to protect its investment and towards the growth of the Company.

Operational Activities

In the US, COVID-19 impacted the business development activities of the Company. The sales activities remained challenged and constrained largely due to the slow ramp up effects because of it. The Company sees, due the impacts of COVID-19, painstaking reduction of the workforce for the operations of the buildings of our customers and issues faced by slow restoration of the supply chain upheavals for the developments in the commercial real estate industry. Despite the current

state of the industry, the Company is striving to successfully renegotiate contracts with its key anchor clients with higher commercial value without compromising on the quality of the delivery commitments.

The Company remains committed to launching its latest version of the product offering in the later part of the year 2022. There were no other changes to the substantive business activities of BuildingIQ during the said quarter.

Alleged Breach of Contract

As disclosed in earlier announcements, mCloud Technologies Corp. ('mCloud') had filed a complaint in the United States Superior Court of the State of Delaware for an alleged breach of contract, fraud, and misrepresentation. This is arising from the Expression of Interest dated 9 February 2020. The Company continues to work through its US-based law firm to successfully prosecute the case. It strongly feels that the plaintiff's claims are without merit and remains confident for a successful closure of the case.

Dedicated to Mitigating Past Challenges

The Company's new management remains committed to upgrading the current technology infrastructure and its service offerings in the marketplace. The Company's new management consistently pursues addressing all the inherited operational challenges including but not limited to operational efficiencies, product development, customer contracts, human resources, and legal prosecutions. The new management continues to dedicate its time and resources (both financial and manpower) to ensure that amid all these challenges, the Company's operations and business development activities are pursued for long-term growth and success of the Company.

Considering Complimentary Business Lines

To pursue all possible business growth opportunities, the Company has been considering to pursue various complementary opportunities to expand the scope and offering in the marketplace including but not limited to product expansion, services diversity, and bolstering its sales and marketing efforts. **Patent Infringement**

BuildingIQ continues to make progress in the lawsuit filed by Johnson Controls Technology Company in the United States for patent infringement (*ASX announcement 21 April 2020*). For the past three quarters, BuildingIQ continues to defend its technology and has been pursuing with Johnson Controls for an amicable settlement using all possible legal means at its disposal. The Company remains confident for a successful settlement of the case.

Corporate Update

Australian Subsidiaries

BuildingIQ Pty Ltd: This entity is under receivership as of the date of this announcement.

BuildingSense Australia Pty Ltd: This entity has been liquidated (*ASX announcement 1 February 2021*)

This announcement has been authorised for release by the Board of BuildingIQ.



Ends.

For further information contact:

Company Secretary
E: Csecretary@buildingiq.com

About BuildingIQ

BuildingIQ (ASX: BIQ) helps building owners and operators worldwide lower energy use, increase building operations efficiency and enhance tenant comfort. The Company's cloud-based platform and Managed Services deliver on the promise of Internet of Things (IoT) for buildings.

Foreign Ownership Restrictions

BuildingIQ's CHESS Depository Interests (CDIs) are issued in reliance on the exemption from registration contained in Regulation S of the US Securities Act of 1933 (Securities Act) for offers or sales which are made outside the US. Accordingly, the CDIs have not been, and will not be, registered under the Securities Act or the laws of any state or other jurisdiction in the US. The holders of BuildingIQ's CDIs are unable to sell the CDIs into the US or to a US person unless the resale of the CDIs is registered under the Securities Act or an exemption is available. To enforce the above transfer restrictions, all CDIs issued bear a 'FOR US' designation on the ASX. This designation restricts any CDIs from being sold on ASX to US persons. In addition, hedging transactions with regard to the CDIs may only be conducted in accordance with the Securities Act.