

Story-i Limited
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ASX Release
29 March 2021

ASX Code: SRY

CANCELLATION OF PLACEMENT AND RESIGNATION OF DIRECTOR

Story-I Limited (ASX:SRY) (the **Company**) provides the following updates in respect to various matters.

Cancellation of Placement

The Company will not be proceeding with the \$2.1 million placement (**Placement**) announced on 16 March 2021 and all application funds from the Placement have been returned to the various investors. No shares and options will be issued under the Placement. The Company advises that this decision was taken by the Board in light of the Company's current suspension from trading pending responses to queries received from the ASX.

Michael Chan, Executive Director said *"Despite the cancellation of the Placement, we are continuing with our plans to grow our physical store network and further the development of our online sales platform that will address the retail, education and enterprise markets.*

We are optimistic that business activity will continue to improve in light of the easing COVID-19 restrictions and the ongoing mass vaccination program being rolled out across Indonesia. Story-I is presently progressing several exciting growth initiatives and looks forward to updating investors in due course."

Everblu Mandate

The Company has entered into an arrangement with EverBlu Capital Corporate Pty Ltd (**Everblu**) pursuant to which Everblu will act as the Company's corporate advisor and lead manager in connection with the ongoing corporate advisory activities and capital raisings of the Company (**Mandate**). Under the terms of the Mandate:

- Everblu will provide (amongst other matters) the following services to the Company:
 - o lead manage any capital raisings, including co-ordinating the timetable;
 - o in conjunction with the Company's legal and other professional advisers, provide advice and recommendations on the structure of a proposed capital raising including terms and pricing, market perception and impact; and
 - o mergers and acquisitions advice, including suggesting potential partnerships with customers;
- in consideration for the provision of services to the Company, the Company will pay a monthly retainer of \$10,000 per month to EverBlu and will, in respect to any capital raising undertaken during the term of the Mandate:

Apple Premium Reseller

- pay a fee of 6% of the gross proceeds raised under the capital raising;
- issue 1 fully paid ordinary share in the Company (**Share**) to Everblu for every \$1 raised under the capital raising; and
- issue 23 options in the Company for every \$1 raised under the capital raising, each with an exercise price that is a 100% premium to the capital raising issue price per Share and an expiry date two years from the date of issue; (these fees are consistent with the recent placement the Company did not proceed with)
- the Company will seek shareholder approval for the issue of any securities under the Mandate, if required;
- the Company will be liable to pay EverBlu all applicable fees and expenses payable under the Mandate in respect to any transaction or capital raising entered into by the Company:
 - within 6 months of the date on which the Mandate ends or is otherwise terminated; and
 - with a counterparty who was introduced to the Company by EverBlu;
- the Company agrees that it will not pursue a capital raising or obtain services from another firm that is similar to the services being provided by EverBlu for a period of 6 months from the date that the Mandate ends or is otherwise terminated without first giving EverBlu:
 - notice of its intention to enter into such a transaction; and
 - the opportunity to provide the proposed services on terms substantially similar to the terms set out in the Mandate; and
- the term of the Mandate is for 1 year.

Resignation of director

The Company wishes to advise that, due to personal reasons, Mr Chek Ming Cheng has resigned from the Board with immediate effect.

For more information please contact Michael Chan at michael@story-i.com

Authorised for release by:

Michael Chan

Executive Director