



ABN 27 621 105 824

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ASX Announcement

23 October 2020

Smiles Inclusive Limited: NAB update

Smiles Inclusive Limited (**Company**) is pleased to announce that it has agreed with NAB to revise the terms of the recently announced release deed (**Revised Deed**). Under the Revised Deed, NAB has agreed to release and discharge the Company from liability under its various banking facilities (including a full release of security) on receipt of a payment of \$12m plus amounts owing under the Company's credit card facility and NAB's reasonable expenses associated with the facilities by 4 November 2020. The Company is also required to repay amounts owing under its bank guarantee and JobKeeper facilities by 9 November 2020.

The Company confirms that the total debit balance held with NAB at close of business 19 October 2020 was \$19,040,804 (including \$137,819.23 under its credit card facility, and \$198,791 under its JobKeeper facility).

The Company has agreed it will not dispose of any assets prior to 4 November 2020, and that it will close all transaction accounts with NAB, end the use of merchant facilities and replace bank guarantees on issue with third parties by 9 November 2020.

The Revised Deed remains part of the Company's broader recapitalisation plan, and the Company is in advanced negotiations with potential funders to facilitate payments to NAB. The Company will provide an update on these negotiations, and the Company's anticipated underwritten capital raise in due course.

This announcement has been approved for release by the Board.

For further information please contact:

Michelle Aquilina, Chief Executive Officer

E: michelle.aquilina@totallysmiles.com.au