



ASX ANNOUNCEMENT

12 June 2019 (ASX: FTC)

T-Linx expands its reach in Xinjiang Province

FinTech Chain Limited (FTC) today is pleased to announce that it has signed 3 years contracts with Xinjiang Shanshan Rural Credit Bank (Shanshan), Xinjiang Weili Rural Credit Bank (Weili) and Xinjiang Gongliu Rural Credit Bank (Gongliu) in Xinjiang Province.

The agreements provision the deployment of FTC's integrated T-Linx payment solutions across Shanshan, Weili and Gongliu in Xinjiang Autonomous Region.

The deployment of the T-Linx platform will serve as a new business solution to effectively extend banking system power from banks to merchants/ SMEs/ core enterprises and customers, and hence establishing a valuable Bank-Merchant-Consumer network.

Under these newly signed agreements, FTC successfully negotiated and secured the increased fee income of 0.03% as against the 0.02% transaction fee in other contracts previously signed.

The credit and success of these deals gone to FTC's business development and marketing team which continues its hardwork for the T-Linx expansion programe and is closing off 3 more contracts in Xinjiang Province with similar terms and conditions. FTC will update the investors for any other significant contracts if required.

"The execution of the above contracts and the increased revenue of 3 basis point further reaffirm the popularity and acceptance of our T-Linx system. It serves as a powerful tool for further negotiation within the Rural Credit Banking network" FTC's President Mr Xiong said today.

About FTC:

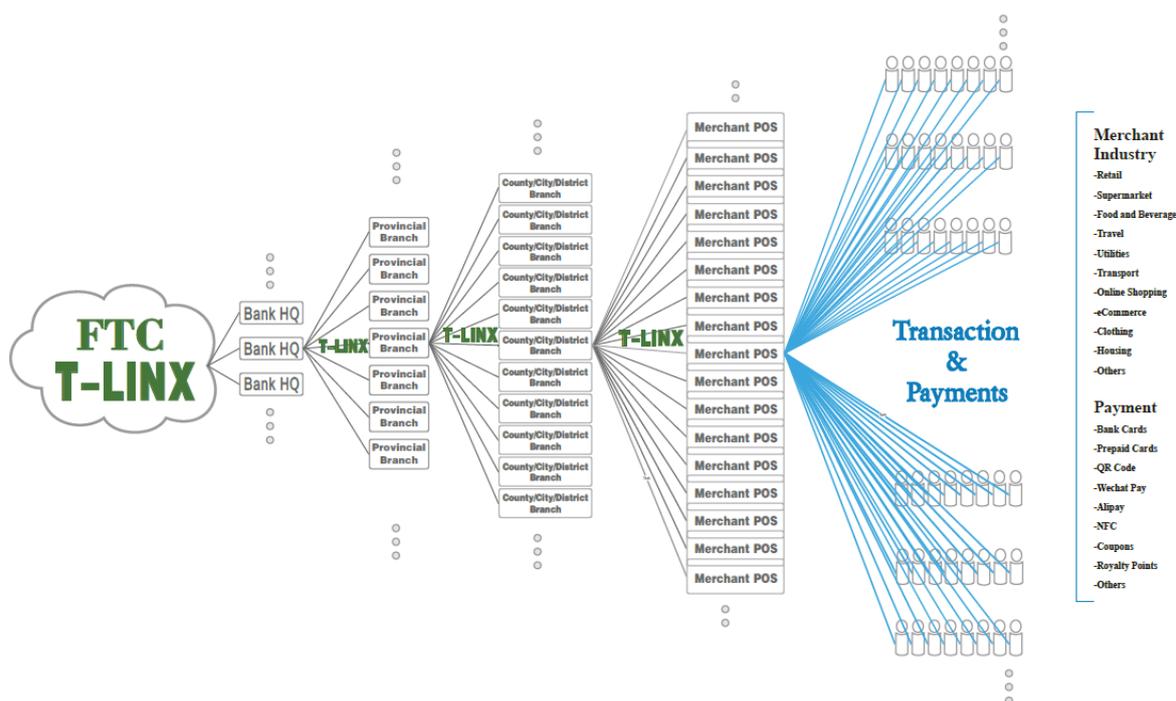
FTC is a leading Fintech provider of Integrated Payment Acquiring infrastructure for banks and Industry Application Solutions (collectively named **T-Linx™** System) in Greater China. Over 8 years of delicate development, rigorous testing and validation by banks, T-Linx™ has been recognized, approved and used by many banks and used for many years. T-Linx™ has been provided to more than 400 banks (such as China Merchants Bank, Ping An Bank and Beijing Rural Credit Cooperative Union) and indirectly serving over 4 million merchants.

FTC currently owns more than 100 Invention Patents and Intellectual Property Rights. Since March 2019, FTC charges at least 2 to 3 basis points upon new transactions processed by T-Linx™. FTC is dedicated to grow the overall banking market shares in Greater China and overseas, and consolidate the leading position in future Banking market.

Income model

(1) Provision of services

- (i) Information technology services from T-linx™ integrated payment business is recognised as a percentage (currently at a rate of 2 to 3 basis points) of the total transaction payment volume processed by T-Linx™ system within T-Linx™ supported financial institutions and Merchants network.



(ii) System development services

- T-linx™ integrated payment business including system development for banks.
- blockchain technology services including token management system development, token wallet system development, development of fast payment system and processing of blockchain credit and digital token.

- (iii) Provision of services arising from point-of-sale machines from T-linx™ integrated payment business including renting and maintenance of point-of-sale devices to the customers of Company's client.

(2) Sale of point-of-sale machines

FTC's business channel

(1) T-linx™ integrated payment business

The traditional T-Linx™ brings FTC: (i) transaction fees; (ii) system development fees; (iii) system maintenance fees; and (iv) proceeds from sales of POS machine.

By now, our FTC's T-Linx™ empowers banks to transform all banking services into an Open Banking marketplace, while strictly adhering to all requisite regulatory compliance, and ensuring its reliability, accuracy and ease of use at all time. It brings advantages for banks to (i) Increase low-cost savings basis; (ii) Increase intermediary service income; (iii) Tremendously reduce operation cost; and (iv) Gradually migrate all banking business to Open Banking marketplace

T-Linx™ effectively extends banking system power from banks to merchants/ SMEs/ core enterprises and customers, and hence establishing a valuable Bank-Merchant-Consumer network.

Business-to-Customer (B2C) embraces all daily consumption payments made by various means: cards, card instalments, QR codes (WeChat Pay, Alipay, Union Pay), NFC (Union Pay, ApplePay, etc.), various bank APPs, face recognition, voice recognition, photonics payment, fingerprint payment, coupons, loyalty points, etc.

Business-to-Business (B2B) embraces all business payments, financial services and value-added services, among business entities (merchants/SMEs/core enterprises) and along supply chain up-stream and down-stream, in various business/industry fields.

(2) Blockchain technology services

FTC is well experienced in the development of financial technology and research and development surrounding financial blockchain technology and begun commercialization of its blockchain service in early 2016. FTC is ranked in China's top 10 operators in terms of blockchain technology in term of invention patent number holdings.

(3) System development and technology support services

As an integrated payment solutions provider, FTC commits the ongoing system development and standby support to its banking clients.

FTC employs leading financial technology and blockchain technology, and is committed to the following goals:

1. Establishing a compliant, efficient and secure switching network to support and facilitate the circulation of various currencies and assets. This switching network integrates a variety of payment methods, including various types of cards (debit cards, credit cards, and prepaid cards), QR code accounts, various digital tokens, and supports the compliant swap of fiat currencies and various digital tokens.

2. FTC's T-Linx™ system supports transaction acquisition and fund settlements between banks and merchants, it effectively promoted the future Token Cashification theory. In strict compliance with the financial regulations in China, it supports those digital token issuers and its digital token wallets business as such the highly regulated market has

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resulted in various digital tokens being circulated and used compliantly and legally as fiat currencies, which in turn brings added revenues to FTC.

FTC established as sector leading financial and blockchain technologies company in the Chinese financial industry especially in the provision of end to end solutions from transaction acquisition to transaction switching for both Chinese and overseas banks, credit card organisations, acquiring companies and wallet account partners.

Currently over 400 banks are connected to FTC' systems including China Merchant Bank, Ping An Bank and Rural Credit Cooperative Unions.

In 2016 FTC commenced its blockchain technology research and development and is now ranked in China's top 10 operator and owner in terms of blockchain invention patent.

FTC continues to innovate through the application of blockchain technologies to payment transaction switching businesses in conjunction with providing overall blockchain technology solutions to its co-operation partners. Adhering to strict Know Your Customer (KYC) and Anti-Money Laundering (AML) policies, FTC accommodates the circulation and transaction processing of various blockchain credits and digital tokens, significantly improving the efficiency of transaction completion in a cost effective manner.

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For further information visit www.ttg.hk or contact Mr Chris Ryan or Mr Quinent Leung, FinTech Chain Limited at +61 2 9276 2000.