

11 May 2020

**RE1 Tranche 2 Placement Share Complete****Highlights**

- RE1 completes Tranche 2 of its working capital placement and debt-to-equity swap, raises approximately \$1.6m comprising of \$700,000 cash and \$905k debt-to-equity swap;
- RE1 has issued 80,259,639 fully paid ordinary shares at \$0.02 per share to complete Tranche 2;
- Funds raised will be applied towards working capital and payment towards the Company's creditors; and
- RE1 has also converted \$100,000 of existing loans into 5m fully paid ordinary shares at \$0.02 per share under its placement capacity.
- Tranche 1 was completed on 22 January 2020 comprising of \$800,000 cash and \$86,767 debt-to-equity.

RESA Group Limited (ASX:RE1) ("RE1" or "The Company" (formerly iBuyNew Group Limited (ASX: IBN)) advises it has successfully completed Tranche 2 of its placement shares pursuant to the working capital placement and debt-to-equity swap approved at the Company's AGM held on 13 December 2019. Under the placement shares the Company received approval to issue up to a maximum of 125,000,000 fully paid ordinary shares, each issued at \$0.02 per share comprising of two components:

1. Up to \$1.5m of Placement Shares (Working Capital Placement); and
2. Up to \$1m of Placement Shares (Debt-to-Equity Swap).

Further, on 30 April 2020 the Company announced an update regarding the Placement Shares in the form of a grant and a waiver of Listing Rule 14.7 subject to certain conditions which the Company has now completed.

As at 11 May 2020, under Tranche 2 of the Placement Shares, RE1 issued a total of 80,259,639 fully paid ordinary shares at \$0.02 per share and will allocate the Working Capital Placement in accordance to same terms disclosed in the Company's AGM Notice of Meeting, dated 8 November 2019, as follows:

Working Capital Placement	Tranche 1	Tranche 2	Total
Repayment of Creditors/suppliers/contractors	\$458,667	\$401,334	\$860,001
Working Capital	\$341,333	\$298,666	\$639,999
<b>Total</b>	<b>\$800,000</b>	<b>\$700,000</b>	<b>\$1,500,000</b>

**Summary of Placement:**

Placement (\$)	Working Capital Placement	Debt-to-equity	Total
Tranche 1	\$800,000	\$86,767	\$886,767
Tranche 2	\$700,000	\$905,193	\$1,605,193
<b>Total</b>	<b>\$1,500,000</b>	<b>\$991,960</b>	<b>\$2,491,960</b>

Placement Shares	Working Capital Placement	Debt-to-equity	Total
Tranche 1 - Shares issued	40,000,000	4,338,383	44,338,383
Tranche 2 - Shares issued	35,000,000	45,259,639	80,259,639
<b>Total</b>	<b>75,000,000</b>	<b>49,598,022</b>	<b>124,598,022</b>

Under Tranche 2 of the Debt-to-Equity Swap, \$95,193 of trade creditors converted existing debts into equity and \$810,000 of secured debt was converted to equity where new and existing investors purchased a portion of the secured debt under an accession deed. Under the arrangement the company's secured loan facility reduced by \$810,000 because of the Debt-to-Equity placement.

Lastly, an additional 5,000,000 shares were issued at \$0.02 per share as the company met certain Placement Share milestones by completing Tranche 2 of its Placement Shares. As announced in the Company's half-year report ending 31 December 2019, in October 2019 the Company exhausted its placement capacity to raise \$100,000 in the form of other loans where the issuance of shares were subject to milestones attached to the completion of Placement Shares. Now that the Company has satisfied the conditions, 5,000,000 shares were issued with 5,000,000 options to existing investors. The options were issued with an exercise price of \$0.05 per share and each option will be exercisable in the two-week period following the release of the Company's half-year and full-year results. The options will expire two weeks after the issue of the Company's FY25 full-year results.

The Board of RE1 is pleased with the outcome of the completion of Tranche 2 of the Placement as the Company continues to improve its balance sheet and continues on-going discussions with potential acquisition targets.

**Authorised for release by the Board.**

**Sincerely,**

Bill Nikolouzakis

CEO and Executive Director

RESA Group Limited (Formerly iBuyNew Group Limited)

P: 1300 851 017