

ASX ANNOUNCEMENT

ASX:YPB | 27th February 2023

YPB receives A\$250k legal settlement

- YPB initiated legal action to reclaim unpaid revenue share favorably settled
- Settlement provides A\$450k free cash including release of A\$200k security

Authentication and consumer engagement solutions creator **YPB Group Limited (ASX: YPB)** is pleased to announce that parties against whom YPB initiated legal action in NSW to reclaim unpaid revenue share have paid \$250k cash to YPB in full and final settlement of the matter.

YPB's 2020 and 2021 Annual Reports (see Notes 14 and 34, 35 respectively), disclosed that YPB was pursuing a commercial dispute against an external party. This dispute in the jurisdiction of NSW claimed unpaid revenue share against a third-party contractor. The contractor manufactured VariSec foil, a wholly owned intellectual property asset of YPB, for certain national passports under a revenue share agreement with YPB. YPB launched legal action in 2020 for unpaid revenue share. The matter has been fully and finally settled this month with the payment of \$250k cash to YPB.

YPB had placed A\$200k into a security deposit to the court against the legal action which is now being refunded to the Company. Outstanding legal fees are minor, so YPB receives approximately A\$450k in free cash.

YPB Executive Chairman and Group CEO John Houston said: "YPB's intellectual property portfolio is its key asset and we will vigorously protect our IP as needs be."

This announcement has been authorised by the Board of YPB Group Limited.

Ends.

For further information please contact:

YPB investor enquiries
investors@ypbsystems.com

Ben Jarvis
0413 150 448
Ben.jarvis@sdir.com.au
Six Degrees Investor Relations

The combination of YPB's smartphone authentication solutions and its SaaS Connect platform, creates 'smart' product packaging, opening cost-effective, digital and direct marketing channels between brands and their consumers. Connect gathers actionable data on consumer preferences. It can then host tailored marketing campaigns directly back to the scanning smartphone.

YPB is currently focused on the rapidly growing Australian, South East Asian, and Chinese markets. Its focus is dairy, cannabis, alcohol and cosmetics where the viral growth of fake



products, particularly in Asia, affects brand value and endangers consumers. To learn more please visit: ypbsystems.com