

Scout Security (ASX: SCT) is a white label security-as-a-service platform and product suite powering recurring revenue for some of the largest security, internet service and telco providers in the world.



ASX RELEASE

21 February 2024

US\$200k Raised Under Loan Note Facility

Home security provider Scout Security Ltd (ASX: SCT), "Scout" or "the Company") is pleased to advise that the Company has raised US\$200k (AU\$306k) of additional capital into its Loan Note Facility this calendar year. Scout has now accepted US\$2.28m (AU\$3.49m) in aggregate from investors under this facility.

The fresh funding will support ongoing working capital requirements as the Company progresses existing and potential growth opportunities. Related Parties contributed US\$31k to this recent round. The issuance of warrants to these Related Parties will be subject to the Company obtaining shareholder approval.

The details of the Loan Note Facility were first announced to the ASX on 28 April 2023. The key terms are as follows:

- The interest rate on the facility is 12.0% per annum, payable monthly with a term of 5 years.
- The facility is senior and secured by all the assets of the Company.
- Associated warrants to be issued out of the Company's placement capacity under ASX listing Rule 7.1 (other than to Related Parties for whom shareholder approval will be sought) at AU\$0.05 and AU\$0.07 per share, as detailed in the appendix to Scout's ASX announcement of 28 April 2023.
- Scout reserves the right to accept up to USD\$4.5m (AU\$6.7m) in aggregate to the facility at the same terms.

On 11 July 2023, the Company announced that it had received a waiver of ASX Listing Rule 10.1 for the grant of security to Related Party lenders in respect of their initial investments in loan notes. The Company intends to seek an extension to that waiver for the increased investments of the Related Parties and will announce the outcome of that waiver application in due course. Until such time as a waiver is granted or shareholder approval is obtained for the grant of security to Related Parties, the Company's obligations in respect of the subsequent investment in loan notes by Related Parties are unsecured.

This ASX release has been authorised by the Board of Directors of Scout Security Ltd.



For more information, please contact:

Ryan McCall

Chief Executive Officer

investors@scoutalarm.com

Tim Dohrmann

Investor and Media Enquiries

+61 468 420 846

tim@nwrcommunications.com.au

About Scout Security Limited

Scout Security Limited (ASX: SCT) is a white label security-as-a-service platform and product suite powering recurring revenue for some of the largest security, internet service and telecommunications providers in the world. Scout's simple and affordable DIY approach puts security within reach for millions of residential homes, small-to-medium businesses and multi-tenant buildings.

Scout was recognised as one of Forbes' "Best Home Security Companies of 2022" and was named the "Best DIY Security System Provider of 2023" by CBS Essentials. Scout's design-centric offering gives users complete flexibility around connected home security, allowing the system to integrate with other best-in-class IoT devices and offering flexible monitoring options.

Scout is an official partner of Amazon Alexa and Google's Assistant. Scout is also an Amazon Alexa Fund portfolio company.

