



# ASX MARKET RELEASE

## Update to Financing Arrangements - Novations & Inventory Finance

### SUMMARY

- The assignment (novation) of Buddy's customer supply contract with Amazon US to LIFX Australia has been completed. As one of the largest customer contracts for LIFX product, this satisfies a condition precedent to financial close of the A\$20m Scottish Pacific trade finance facility
- The Company continues to advance the finalisation of its US\$6m inventory finance facility, and anticipates draw down of the facility to occur on or before the end of September.

### 24 September 2019 – Adelaide, South Australia

Buddy Technologies Limited ("Company") (ASX:BUD), a leader in IoT and cloud-based solutions for making spaces smarter, wishes to provide an update on the recently announced A\$20m trade finance facility and the US\$6m inventory finance facility ("Facilities") (refer to ASX announcements on 27 August 2019, 2 September 2019, and 11 September 2019).

A condition precedent to financial close of the trade finance facility is to complete the remaining novations of certain customer supply contracts from other LIFX entities to LIFX Australia. One of the most significant of these novations is the customer supply contract with Amazon US, which has now been completed. There remain two further novations to complete, and the Company will provide shareholders with further information by way of ASX announcements when these too are completed.

Further to the Company's ASX announcement on 11 September 2019 in respect to a rotating US\$6m inventory financing facility, the Company wishes to advise that advancements are being made to progress the finalisation of documentation for this facility and, subject to the execution of formal documentation, the Company continues to anticipate being able to draw down on this facility on or prior to the end of September. The first drawdown will be used to repay the Seisun facility, streamlining the financing arrangements the Company has in place. The Company will continue to provide shareholders with an update on the progress of this facility by way of ASX announcements.

For and on behalf of Buddy Technologies Limited,

**David P. McLauchlan**  
Chief Executive Officer  
Buddy Technologies Limited.

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## About Buddy

Buddy Technologies Limited (ASX:BUD) helps customers of any size “make every space smarter”. Buddy has two core businesses – its Commercial Business and Consumer Business.

**Buddy Ohm** and **Buddy Managed Services** are the company’s core Commercial offerings that empower its customers to fully leverage digital technologies and their impact in a strategic and sustainable way. Buddy Ohm is a resource monitoring and analytics solution that provides energy monitoring, reporting and auditing services for commercial and industrial customers. Buddy Managed Services licenses Buddy’s technology platforms to customers for integration into their own products.

Buddy’s Consumer Business trades under the **LIFX** brand and has established a leading market position as a provider of smart lighting solutions. The company’s suite of Wi-Fi enabled lights are currently used in nearly one million homes, viewed as second only to lighting giant, Philips Hue. LIFX products are sold in over 100 countries worldwide, directly and via distribution and sales partnerships with leading retailers and ecommerce platforms including Amazon, Google, Apple, JB Hi-Fi, Bunnings, Officeworks, MediaMarkt, Saturn and Best Buy (in both the US and Canada).

Buddy is headquartered in Adelaide, Australia, with offices in Melbourne (AU), Seattle (US), Shenzhen (CN) and Silicon Valley (US).

For more information, visit [www.buddy.com](http://www.buddy.com) and [www.lifx.com](http://www.lifx.com).

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