

19 November 2015

ZIPMONEY SECURES \$100 MILLION FROM US ASSET MANAGER

- **\$100 million facility from major U.S. Asset Manager Victory Park Capital**
- **Securitisation program provides scalable funding platform and capacity for growth**
- **VPC to invest \$1 million via an equity placement with an option for a further \$1 million**

zipMoney Limited (ASX:ZML) (**zipMoney** or **Company**) is pleased to announce today the successful closing of an \$108 million asset-backed securitisation warehouse with U.S. Asset Manager Victory Park Capital (**VPC**). The facility provides the Company with a scalable funding platform to accelerate its merchant acquisition strategy and significant funding capacity to support the growth in its consumer finance book.

Larry Diamond, managing director and CEO of zipMoney, said, "This is another major milestone for the Company. Having access to such a substantial warehouse facility delivers the necessary firepower to truly disrupt the sector, providing the platform zipMoney requires to become the digital leader in retail finance."

Harsh Patel, vice president at VPC, said, "This is our first major deal in Australia where we see tremendous opportunity to be a leader in the market. There is a clear void in the market as traditional financing sources remain reluctant to support the local Fintech sector. We believe that this is the right time to partner with zipMoney and are confident that this new lending facility will enable the Company to achieve substantial growth."

As part of the arrangement, zipMoney has established the zipMoney Trust 2015-1 (the **Trust**) with three classes of notes (unrated) issued by Perpetual Corporate Trustee Limited in its capacity as trustee. Pricing on all classes of notes is undisclosed. To establish the facility, c.\$7 million of current loan receivables will be transferred to the Trust from the zipMoney Balance Sheet.

Peter Gray, chief operating officer and executive director of zipMoney, said, "The facility is a great result and the Trust represents a compelling investment given the short weighted average life of the portfolio, small average contract sizes and strong diversification benefits."

In addition to the credit facility, VPC will subscribe for five million fully paid shares in zipMoney to raise \$1 million, which will be invested in a Class C note. VPC will also receive five million options exercisable at 20 cents each expiring on 31 December 2018. These securities will be subject to a voluntary escrow period of 12 months.

"We are delighted to have VPC as a strategic partner and shareholder in our business. They are renowned specialists in the fintech sector and have worked with most of the major global lending platforms. We look forward to working closely with them," Mr. Diamond said.

The Agreement terms otherwise provide for conditions which are typical for this type of secured facility. zipMoney Limited was advised by King & Wood Mallesons.

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About Victory Park Capital

Victory Park Capital (VPC) is a privately held registered investment advisor dedicated to alternative investing through the management of its investment vehicles. As specialists in credit and private equity investments, VPC focuses on middle market companies across a diversified range of industries. Whether as a lender or a control investor, VPC seeks to identify opportunities where it believes the potential for reward outweighs the risks entailed. Founded in 2007, VPC is headquartered in Chicago with additional resources in Los Angeles, New York and San Francisco. For more information visit: www.victoryparkcapital.com.

About zipMoney

zipMoney is a leading financial technology player in the retail finance industry. It offers point-of-sale credit and digital payment services to the retail, education, health and travel industries. It is focused on offering transparent, responsible and fairly priced consumer credit products. zipMoney's platform is entirely digital and leverages big data in its proprietary decisioning credit engine to deliver real-time consumer responses. zipMoney is managed by a team with over 35 years' experience in retail finance and is a licensed and regulated credit provider. For more visit www.zipmoneylimited.com.au.

Investor Relations and Media

investors@zipmoney.com.au
+61 2 8294 2345