

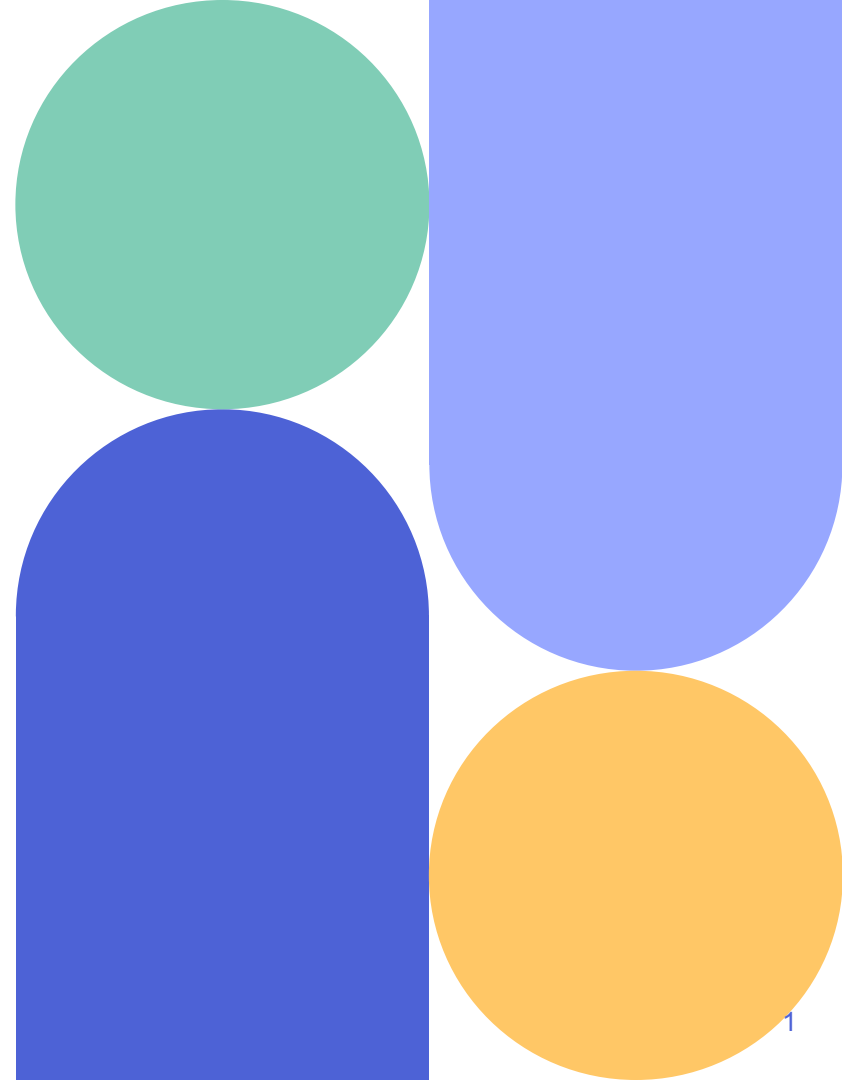


FY21 Results and Growth Strategy

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Co-Founder & CEO

30 August 2021



FY21: a busy year delivering on growth strategy

Growth in annualised revenue at 30 June 2021 to \$1m, up 111% since December 2020. **Further increase of 41% to \$1.4m in August 2021** – reflecting successful execution of growth strategy

Cash balance of \$3.2m as at 30 June 2021 and no debt.

Successful \$3m placement in July 2021 to support an acceleration of growth momentum by further investing in sales and marketing given visible opportunities

Potential to raise up to \$5.5m in October 2021 from 55.5m listed options with 10c exercise price. Circa 30% held by management and board

Significantly penetrated key verticals:

Betting – GVC Australia (Ned & Ladbrokes); Betfred and Betbull added in FY22 YTD

Technology – Lalamove, Neon & Deezer

On Demand – GoJek, Rappi

Marketplaces – CARS24 added in FY22 YTD

Strong renewal rate with GVC Australia, GoJek, Deezer and others renewing their services in FY22

Freemium subscribers at 30 June 2021 up 400% from 30 June 2020 to circa 2,700. This provides a large base to convert into paying customers, with a strong conversion rate of 15% achieved over FY21

Delivering on key objectives

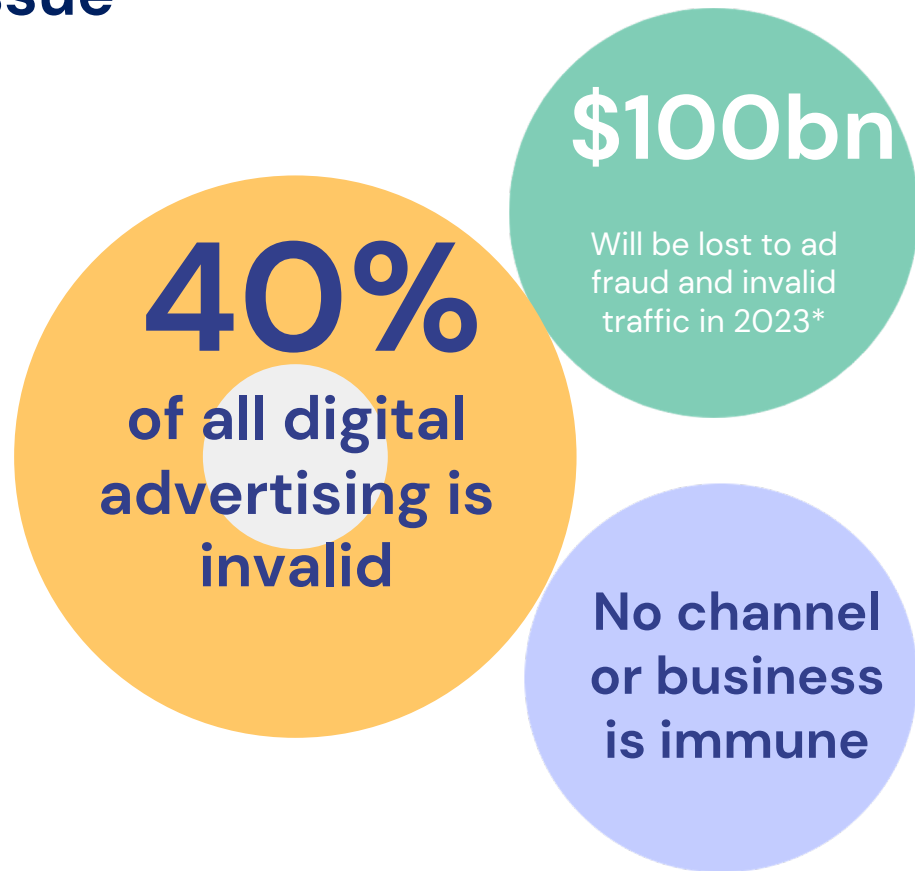
Establishing foundations for rapid growth

Objectives:	Expand sales pipeline across key verticals	Convert TrafficGuard trials into paying customers	Invest in the team to scale growth
Achievements:	<ul style="list-style-type: none">• Pipeline across key verticals and geographies substantially bolstered• Several global companies undertaking trials and current customers trialling additional services	<ul style="list-style-type: none">• Enterprise clients signed across key verticals (Gaming and tech)• Conversion of Freemium to paying customers averaging approximately 15% in FY21 vs a global average of 2-5%¹• Q1 FY22 has shown significant growth in clients as recently announced	<ul style="list-style-type: none">• Appointed Chief Revenue Officer to further expand reach in global markets• Recent addition of sales representatives across Asia and Europe from industry backgrounds• Strategy has resulted in a 41% uplift in revenue in Q1 FY22 so far

The industry problem: fraud and invalid online traffic is a massive global issue

The scale of invalid traffic

Invalid traffic is any activity that doesn't come from a real user with genuine interest that you are paying for.



Invalid traffic goes beyond fraud and bots

Accidental engagement

Users accidentally engaging with ads that you pay for

Wrong audience

Ads that are shown to the wrong audience

Navigation via ads

Users that navigate through search ads oblivious to the fact they are clicking on advertising.

Unviewable ads

Ads that cannot be seen by the user. Ad stacking or impressions not meeting MRC standards

Engagement without intent

Ads that cannot be seen by the user. Ad stacking or impressions not meeting MRC standards

Non-human engagement

Advertising engagement that is non-human – caused by bots, crawlers, malware and SDK spoofing

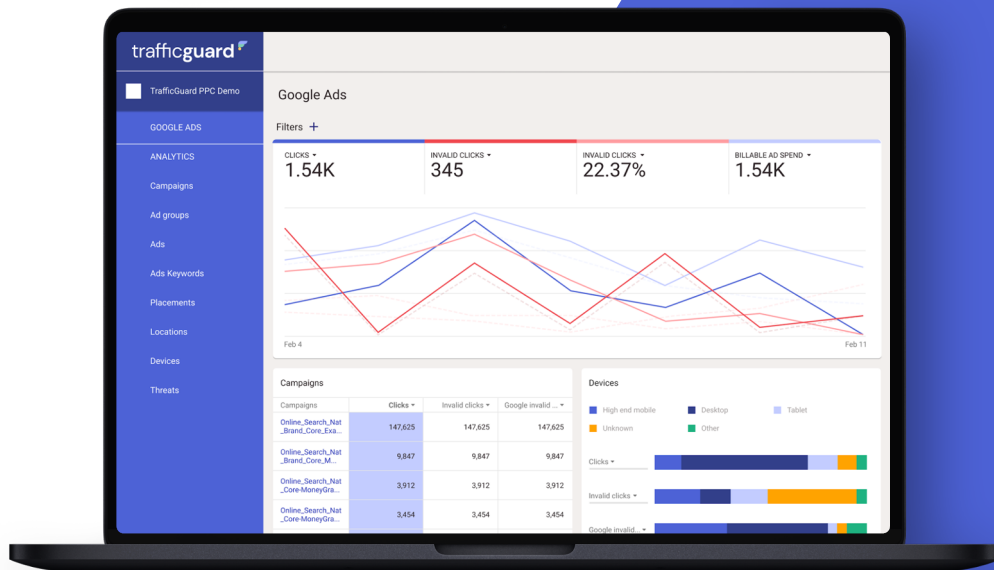
The solution: TrafficGuard

Full funnel. Full potential.

TrafficGuard is the world's first full funnel measurement, verification and fraud prevention solution for digital advertising.

Operating in real time across all digital channels, TrafficGuard targets invalid traffic before it reaches your ad budget.

Using TrafficGuard, marketers, agencies and ad networks unlock the best advertising performance and protect the integrity of their data used for optimisation.



The TrafficGuard difference

	Legacy Platform	TrafficGuard	Measurement Platforms
Reported Impressions	✓	✓	✓
Rendered and Viewable Impressions	✓	✓	
GIVT and SIVT Impressions	✓	✓	
Impression Level Protection	✓	✓	
Clicks	✓	✓	
GIVT and SIVT Clicks		✓	
Click Level Protection		✓	
Installs		✓	✓
GIVT and SIVT Installs		✓	
Fraud Installs		✓	✓
Contribution		✓	✓
Attribution		✓	✓
Real-time attribution verification		✓	
Post attribution verification		✓	✓
Full funnel visibility and feedback loop		✓	



Full Feature



Partial Feature

TrafficGuard's broad industry recognition



**The Drum
Awards
Search**
Winner 2021



— FINANCIAL REVIEW BOSS —
**MOST INNOVATIVE
COMPANIES**



Trusted by top global advertisers, agencies and partners across both PPC and Mobile advertising spend

Clients



bukalapak



Partners

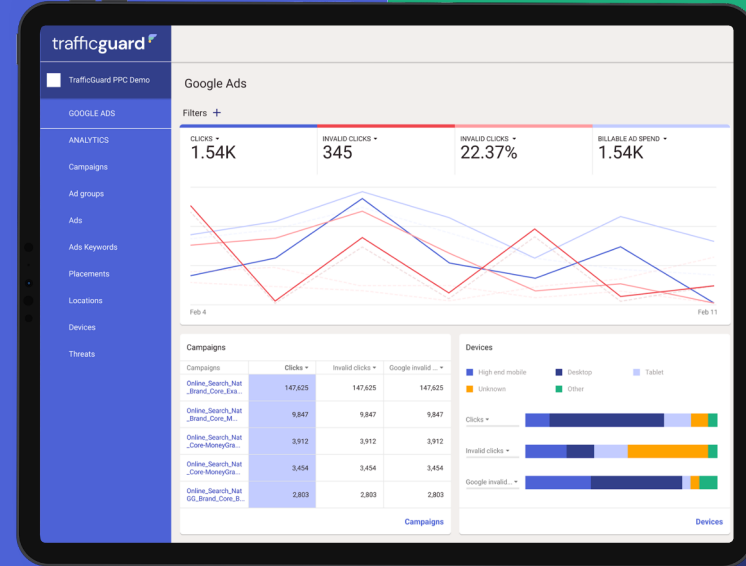


PPC protection

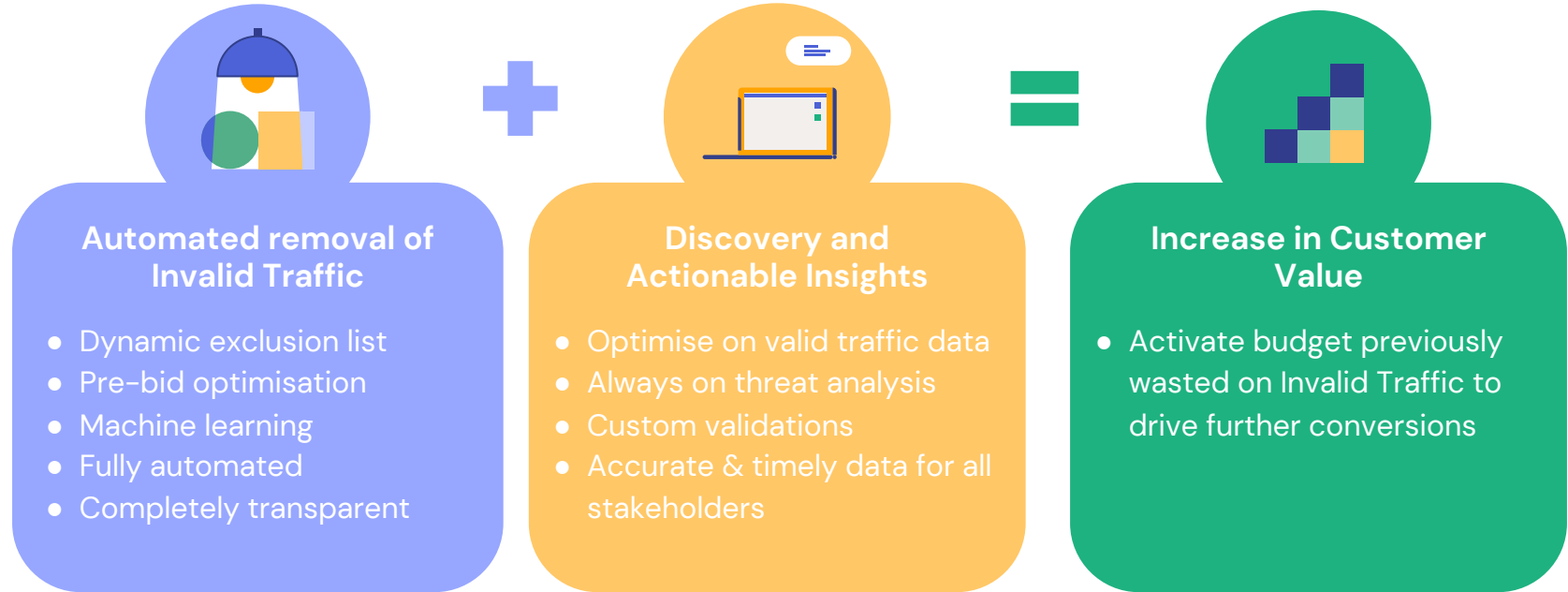
TrafficGuard's Pay-Per-Click (PPC) Protection drives superior advertising performance by proactively blocking invalid traffic from infiltrating paid campaigns.

TrafficGuard automatically detects invalid traffic and dynamically updates your IP exclusion list.

Non-human traffic and clicks with a low propensity to convert will be detected and prevented in real time.



How TrafficGuard adds value for its clients



TrafficGuard adoption gaining momentum...

Building a significant Freemium pipeline and investing to convert trials to paying customers

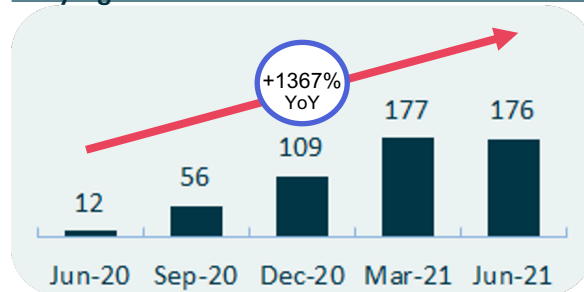
- Rapidly growing Freemium & paying customer base
- Freemium subscribers increased by 414% YoY to 2,690
- Paying customers increased by 1367% YoY to 176 customers
- Sales team enhanced with talented sales representatives – substantially bolstered the sales pipeline across key verticals including gaming, retail and many others



Freemium subscribers



Paying customers

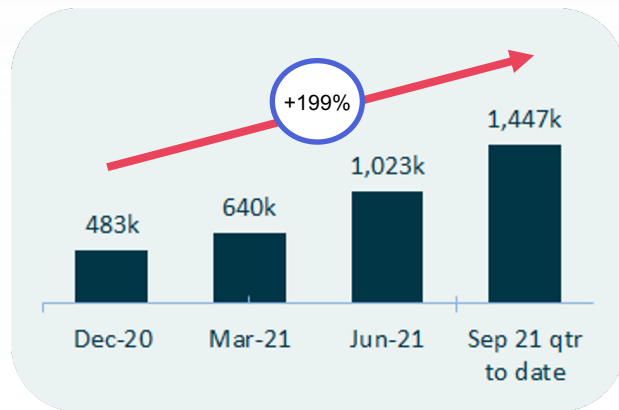


... and delivering revenue growth

- New contracts signed over FY21 across fintech, sports betting and on-demand applications, contributed to annualised revenue growth
- Total annualised revenue of circa \$1m at 30 June
- Over \$350k of new annualised revenue in Q4 FY21 alone
- In FY 22, customer base has already expanded significantly, **growing 41% since 30 June to around \$1.4m in annualised revenue**



Annualised Revenue (\$)



Annualised revenue is a key leading indicator of future revenue



FY21 financial performance

Profit & Loss

(\$'000)	FY21	FY20
Revenue	964	1,227
Other income	1,757	1,600
Employment Costs	(6,030)	(5,506)
Server hosting costs	(2,000)	(2,119)
Marketing costs	(844)	(744)
Other operating costs	(1,737)	(1,681)
Overheads	(10,612)	(10,050)
EBITDA	(8,807)	(9,299)
Loss after income tax	(8,998)	(9,487)

- FY21 revenue reflects strategic pivot to monthly subscription revenues from Trafficguard, now \$1.4m annualised
- FY20 revenue included \$309k from Mpire Network, AVI's former performance marketing business (business sold in July 2018, revenue, ceased in Dec 19).
- Growth in employment costs due to expanded sales and customer success teams as indicated by recent revenue growth post FY21
- Increased marketing costs to grow sales pipeline

Balance Sheet

(\$'000)	30-Jun-21	30-Jun-20
Cash and cash equivalents	3,231	8,352
Total Assets	4,317	9,595
Total Liabilities	2,515	2,016
Net Assets	1,802	7,579

Balance Sheet reflects investment in TrafficGuard's accelerated growth

- \$3.2m cash and no debt at 30 June 2021
- Focused investment in scaling up sales force and marketing activities to drive growth in TrafficGuard subscription revenue
- \$3m raised on 19 July 2021 to accelerate sales and marketing activities based on multiple visible growth opportunities – pro forma cash at 30 June 2021 of \$6.2m
- Placement was supported by existing and new sophisticated investors, including Pathfinder Asset Management – New Zealand's leading ethical investment fund
- Potential for further \$5.5m via 55.5m listed options with a strike price of 10c that expire on 25 October 2021

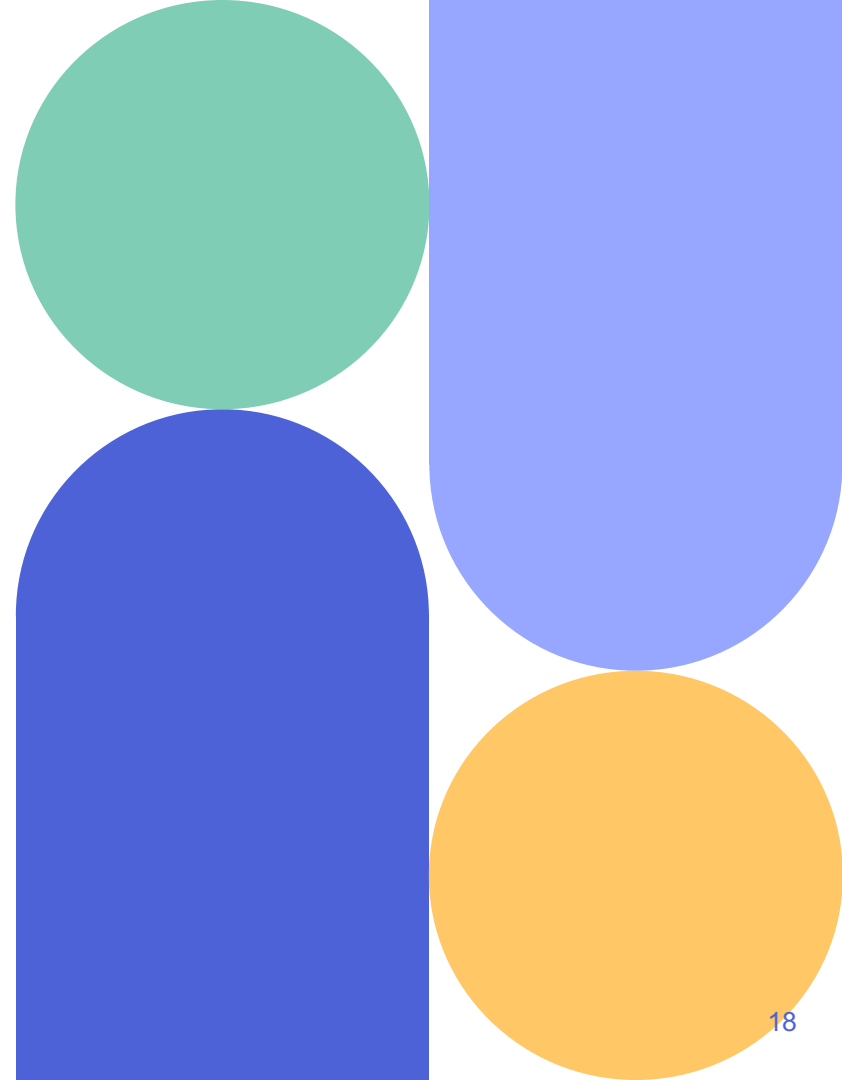
TrafficGuard contracts underpinned cash receipts increase

(\$'000)	30-Jun-21	30-Jun-20
Receipts from customers	946	877
Payments to suppliers and employees	(10,066)	(9,536)
Interest Income	12	16
Other	712	177
Net cash flows from / (used in) operating activities	(7,265)	(7,233)
Net cash flows from / (used in) investing activities	(42)	14
Proceeds from issue of shares	2,393	13,974
Other	-	-
Net cash from / (used in) financing activities	2,258	13,528
Cash and cash equivalents	3,231	8,352

Increase in cash receipts of 8% to \$946k

- Reflects initial cash inflows from customers signed to TrafficGuard in FY21
- Increase in payments to suppliers and employees reflects investments made into sales and marketing initiatives to accelerate growth
- \$3m raised on 19 Jul 21 to accelerate sales and marketing activities based on multiple visible growth opportunities – pro forma cash at 30 Jun 21 of \$6.2m

Strong growth outlook



Expanded sales and marketing capabilities to underpin organic growth

Sales staff locations



- Sales reps in 4 key locations with global coverage
- New sales reps with strong track records of delivering growth joined post 30 June 2021 across Asia and Europe are already contributing to growth
- Implementing an integrated sales and marketing process to drive inbound leads
- Final stages of appointing a Global Chief Marketing Officer to significantly drive our PPC self sign up offering to mass markets

Positive outlook

Strong start to FY22

- New enterprise client wins – Betfred, Betbull, Banco Neon, Cars24 and others
- Annualised revenue increased by 40% (\$400k) to \$1.4m and growing
- Expanding into new verticals and further penetrating key markets globally

Sales team re-shaped with talented sales representatives across Asia and Europe to underpin global scale-up and new client wins

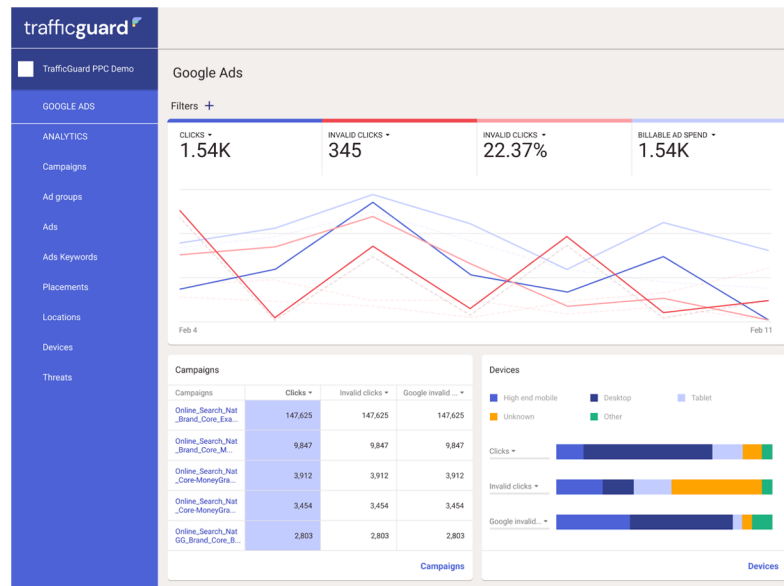
- \$3m placement in July 2021 supports the acceleration of Adveritas' growth momentum

Several multi billion dollar unicorns are currently trialling TrafficGuard which if converted would support a rapid scale up of our Annualised Revenue in FY22



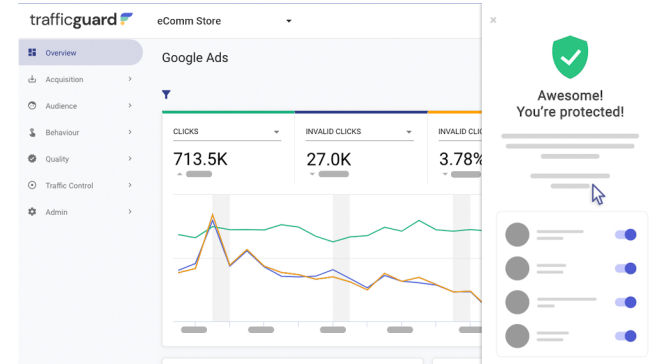
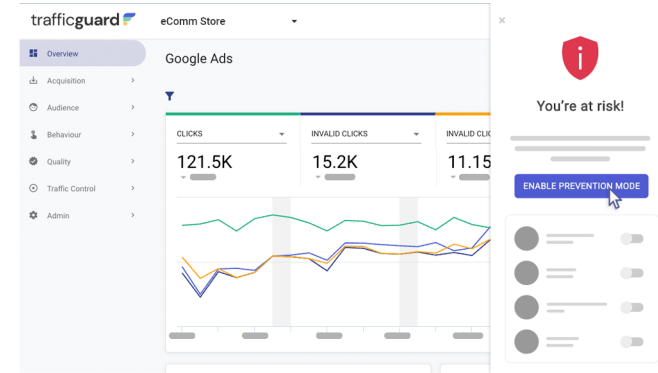
Strong push towards mass market PPC self sign up

- Strategic focus to drive mass market traffic towards our Self Sign up portal for both our Freemium offering and PAYG
- Designed for any company spending money on Google pay per click (PPC) advertising
- Low touch point and high margin product
- Built for scale and ready to be deployed
- \$147b was spent on Google Ads in 2021²
- Further products outside of Google PPC to be deployed in 2022



Easy sign up process

- Signing up is easy and takes on average 12 minutes across the client base
- Customers simply connect to their Google Ads account with one click in TrafficGuard
- TrafficGuard automates the rest of the integration via a certified API with Google to save time and avoid error
- Customers on a free plan get the benefit of fraud detection for up to \$2500 of Google Ad spend
- Customers that chose the protection plan (fraud prevention) pay just 2% of their Google Ad spend PAYG
- Multiple triggers in-app and automated messaging prompt and nurture free customers (detection only) to upgrade (prevention)
- Adveritas will market heavily the ppc mass market product through traditional channels such as Facebook, LinkedIn, Google Ads and other traffic sources to drive user uptake



Investment highlights

- **Growing Market:** Online ad fraud is estimated to cost advertisers \$100bn by 2023
- **Built by design:** TrafficGuard was built to address the inadequacies of legacy anti fraud solutions
- **Validation:** Growing list of Billion dollar companies now adopting TrafficGuard across Mobile, display and/or PPC spend
- **Growing user base:** Strong freemium growth leading to increasing paying customers. Any company that is using PPC advertising is a potential customer
- **Growing revenues:** Annualised revenue has grown 40% since 30 June 2021 with further growth to come
- **Scalable:** Substantial opportunity to scale through direct enterprise sales, channel partners and Self sign up PPC



This presentation has been approved by the Board of Directors of Adveritas Limited.

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