

## Non-Renounceable Rights Issue to Raise \$4M

Chair and CEO to take up their full rights under Rights Issue

### Highlights:

- 1 for 2 Non-Renounceable Rights Issue to raise up to \$4M
- Rights Issue shares will be issued at \$0.04 per share
- Plus 1 free-attaching option for every 2 shares applied for and issued
- Option is exercisable at \$0.08 with a two year expiry
- Chair and CEO to take up their full rights

**27 October 2022 - Identitii Limited (Identitii, Company) (ASX:ID8)** has today launched a pro-rata non-renounceable entitlement Issue to eligible shareholders of one (1) New Share for every two (2) existing Shares held by eligible shareholders on the Record Date, at an issue price of \$0.04 per New Share, together with one (1) free New Option for every two (2) New Shares applied for and issued, to raise up to \$4,024,198 (before costs) (**Rights Issue**).

### Commenting on the announcement, John Rayment, CEO, Identitii said:

“Since joining as CEO in 2020, in addition to weathering the global COVID-19 crisis, the Company has been on a journey to overcome challenges preventing us from capitalising on increasing demand for our Regulatory Reporting platform. We are realising the results of that journey now, announcing a \$3M reduction in annualised costs last week and the benefits of several operational changes that are accelerating our transformation from a company that sells many products to few customers, to a product led company that sells one platform to many customers.

“What we see from inside the business is a large and increasing demand for our AUSTRAC reporting platform and an increasing total addressable market as we validate demand in new jurisdictions. Our ability to execute on this demand is made easier by the continued success of the One Platform strategy. This is just one of the reasons the team and I are incredibly optimistic about the future of the Company, and I’m pleased to announce that our Chair and I both intend to take up our full rights.”

Identitii’s One Platform rationalisation strategy is reducing complexity and enabling faster growth by helping overcome some of the challenges it has faced in capitalising on demand for

its Regulatory Reporting platform. As announced on 20 October 2022, the strategy has so far enabled the business to reduce annualised costs by \$3.0M, which will be fully realised by Q3 FY23, and will extend its cash runway into early FY24, before any funds from the Rights Issue are received.

Under the One Platform rationalisation strategy, the Company is moving away from generating low-margin professional services revenue, where bespoke Identitii teams are working on individual platforms and products, to become a focused, product led company, growing customer adoption for its single, scalable cloud platform.

The success of that strategy to date has allowed the business to reduce some of the complexity holding back growth and enact a new target operating model designed to speed delivery and time to market without impacting current customer commitments.

Shares in the Rights Issue are being offered to eligible shareholders on the basis of one (1) New Share for every two (2) existing Shares held, at an issue price of \$0.04 per New Share, together with a free attaching option on the basis of one (1) New Option for every two (2) New Shares subscribed. The Options are exercisable at \$0.08 and expire on the date that is two years from the date of issue. Shareholders will also have the opportunity to apply for any unplaced shares (Shortfall) before the offer is closed. Fund raised under the Rights Issue will be used, in part, for sales and marketing, and continued product development.

All Shareholders with a registered address in Australia or New Zealand (**Eligible Shareholders**) who hold ordinary shares in the Company at 7.00pm (AEDT) on 2 November 2022 (**Record Date**), will be able to participate in the Rights Issue.

### Key Terms of the offer

Offer Price per Share	\$0.04
Entitlement Ratio (based on existing Shares)	1 for 2
Shares currently on issue	201,209,923
Shares to be issued under the Offer	100,604,961
Gross proceeds of the issue of Shares	\$4,024,198
Shares on issue Post-Offer	301,814,884
Offer Price per New Option	Nil
Option Entitlement Ratio (based on Shares subscribed for)	1 for 2
Options currently on issue	31,256,801

Identitii Limited

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New Options to be issued under the Offer	50,302,480
Gross proceeds of the issue of Options	Nil
Options on issue Post-Offer	81,559,281

### **Indicative Timetable**

The proposed timetable for the Rights Issue is set out below:

Lodgement of Prospectus with the ASIC	27 October 2022
Lodgement of Prospectus and Appendix 3B with ASX	27 October 2022
Ex date	1 November 2022
Record Date for determining Entitlements	2 November 2022
Offer opening date, Prospectus sent out to Shareholders and Company announces this has been completed	7 November 2022
Last day to extend the Closing Date	1 December 2022
Closing Date as at 5:00pm	6 December 2022
Securities quoted on a deferred settlement basis	7 December 2022
ASX notified of under subscriptions	12 December 2022
Issue date and lodgement of Appendix 2A with ASX applying for quotation of the Securities	13 December 2022
Quotation of Securities issued under the Offer	13 December 2022

\*The Directors may extend the Closing Date by giving at least three (3) Business Days' notice to ASX prior to the Closing Date. Accordingly, the date the Securities are expected to commence trading on ASX may vary.

This announcement has been approved and authorised to be given to the ASX by the CEO of Identitii Limited.

### **For more information, please contact:**

#### **Investors**

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## About Identitii

Identitii Limited is helping regulated entities reduce their exposure to regulatory risk, without replacing existing technology systems. Founded in 2014 and headquartered in Sydney, Australia, Identitii is listed on the Australian Securities Exchange (ASX:ID8).

For more information visit: [www.identitii.com](http://www.identitii.com)

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