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Butn Limited
ACN 644 182 883
www.butn.co

ASX Code: BTN

Monday 16 June 2025
ASX ANNOUNCEMENT

Butn Positions for Growth with A$20 million Additional Funding

Key highlights:

- **Firm commitments received from professional and sophisticated investors for a $10 million two-tranche institutional Placement at $0.10 per share**
- **Indicative, non-binding term sheet signed for up to $10 million corporate credit facility from Mighty Partners – an entity supported by Larry Diamond and Matt Leibowitz**
- **Butn is also finalising transaction documentation in regard to a new wholesale facility with a global credit financier**

MELBOURNE - Butn Ltd (ASX: BTN) (**Butn** or the **Company**) is pleased to announce significant developments positioning the company for growth, including receiving firm commitments for an institutional placement to professional and sophisticated investors of approximately $10 million, and signing an indicative, non-binding term sheet for a $10 million corporate credit facility.

A$10m Institutional Placement

Butn is pleased to announce it has received firm commitments from professional and sophisticated investors to complete an equity capital raising of approximately $10 million via a two-tranche institutional placement (**Placement**) of approximately 100 million new fully paid ordinary shares (**New Shares**) comprising:

- an unconditional placement of approximately 69.8 million new shares equating to approximately A$7.0 million under Butn's placement capacity under ASX Listing Rule 7.1 and ASX Listing Rule 7.1A ("**Tranche 1**"); and
- a conditional placement of approximately 30.4 million new shares equating to approximately A$3.0 million subject to obtaining shareholder approval at an Extraordinary General Meeting ("**Tranche 2**").

The Placement received strong interest from both existing shareholders and new investors, with several new institutional investors joining the BTN register. Proceeds from the Placement will be used to support working capital and continued growth of the business along with potential market

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opportunities that may arise. Each New Share issued under the Placement will rank equally with all existing fully paid ordinary Butn shares on issue.

New Shares issued under the Placement will be issued at a price of A$0.10 per share (**Offer Price**), representing a:

- 4.8% discount to the last closing price of A$0.1050 per share on Wednesday, 11 June 2025; and
- 5.5% discount to the 20-day VWAP of A$0.1058 per share up to an including Wednesday, 11 June 2025.

Unified Capital Partners Pty Ltd is the sole lead manager and K&L Gates the legal counsel for the Placement.

An indicative timetable is set out below:

Event	Date
Trading halt	Thursday, 12 June 2025
Announcement of completion of Placement	Monday, 16 June 2025
Settlement of New Shares under Tranche 1	Friday, 20 June 2025
Allotment and normal trading of New Shares under Tranche 1	Monday, 23 June 2025
Extraordinary General Meeting to approve Tranche 2	Expected to be in August 2025
Settlement of New Shares under Tranche 2	Expected to be in August 2025
Allotment and normal trading of New Shares under Tranche 2	Expected to be in August 2025

Note: All dates and times above are indicative only, and Butn reserves the right to amend any or all of these events, dates and times subject to the Corporations Act 2001 (Cth), ASX Listing Rules and the consent of the Lead Manager. All times and dates are in reference to the time in Sydney, Australia.

A$10m New Corporate Credit Facility & Funding Update

Along with the equity capital raising, Butn has signed an indicative, non-binding term sheet for up to $10 million corporate credit facility from Mighty Partners (**Credit Facility**).

Mighty Partners is a Sydney-headquartered growth credit lender providing non-dilutive capital to high-growth ASX-listed and private companies across Australia and New Zealand. The firm focuses on software, technology-enabled businesses, and other innovation-led sectors. Mighty is backed by institutional capital and leading entrepreneurs, including Larry Diamond and Matt Leibowitz.

A summary of key terms of the Credit Facility are outlined below:

Lender	Mighty Partners

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Borrower	Australian Factoring Company Pty Ltd, a wholly owned subsidiary of Butn Limited
Facility Type	Corporate Credit Facility
Loan Amount	Up to $10m with potential to upsize subject to mutual agreement
Term	24 months from first drawdown with option to extend subject to mutual agreement
Security	First-ranking fixed and floating charge over all present and future assets and undertakings
Early Repayment	Early repayment permitted after 12-month minimum draw period with no penalties
Interest	13.5% per annum with interest capitalised monthly for the first six months post-drawdown, and payable monthly in arrears thereafter
Establishment Fee	$150,000. The Lender shall be granted equity options with a notional value of $1,000,000, exercisable at a 20% premium to the Offer Price of the equity raise, for a 12-month period and assignable at the Lender's discretion
Arranger	Unified Capital Partners is acting as sole lead arranger for the Credit Facility

Funding Update

Butn is also in the process of finalising transaction documentation in regard to a new wholesale facility with a global credit financier to refinance existing corporate notes and deliver additional headroom for further growth.

- ENDS -

This announcement has been authorised for release by the Board of Directors of Butn Limited.

Nothing contained in this announcement constitutes investment, legal, tax or other advice. You should make your own assessment and consult your independent broker, solicitor, accountant, financial adviser or other professional adviser in relation to the information in this announcement and any action to be taken on the basis of that information.

Further information please contact:

Investors
Rael Ross, Co-CEO and Exec Director
Investor Relations: investors@butn.co

About Butn

Butn Limited is an Australian Business-to-Business ('B2B') funder innovating the way SMEs fund and grow their businesses. Butn focuses on transactional funding – funding SME businesses through their working capital constraints by financing individual transactions, leveraging the end debtor's credit.

With a vision of “Your money, today” Butn delivers cashflow funding solutions at the click of a Butn having funded over $2.5 billion to Australian businesses. For more information visit www.butn.co

Important notice and disclaimer

Nothing in this announcement constitutes a recommendation to acquire the New Shares under the Entitlement Offer by the Company or any other person (including the Lead Manager). The Company is not licensed to provide financial advice in relation to the acquisition of securities. This announcement does not contain all the information that investors and their professional advisers may require to make an investment decision in relation to the Company or the Entitlement Offer, and should be read in conjunction with other periodic and continuous disclosure announcements made by the Company available at: https://www.asx.com.au/markets/trade-our-cash-market/announcements.btn. This announcement does not account for the investment objectives, financial circumstances or other particular needs of investors. Investors should seek any independent professional advice they may require in relation to the Entitlement Offer.

This announcement includes certain "forward-looking statements" such as indications of, and guidance on, future events, future earnings and the future financial performance and financial position of the Company. Forward- looking statements can generally be identified by the use of forward-looking words such as "expect", "anticipate", "likely", "intend", "should", "could", "may", "predict", "plan", "propose", "will", "believe", "forecast", "projection", "estimate", "target", "outlook", "guidance" or other similar expressions and include statements regarding the timing and outcome of the Entitlement Offer, the Company's strategies, plans and future operational and financial performance. Any forward-looking statements included in this announcement involve subjective judgment and analysis and are subject to significant uncertainties, risks and contingencies and other factors, many of which are outside the control of, and are unknown to, the Company and its officers, employees, agents or associates and may involve significant elements of subjective judgement and assumptions as to future events which may or may not be correct.

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Except as required by law or regulation (including the ASX Listing Rules), the Company undertakes no obligation to provide any additional or updated information whether as a result of new information, future events or results or otherwise. Indications of, and guidance or outlook on, future earnings or financial position or performance are also forward looking statements.

Involvement of the Lead Manager

Neither the Lead Manager, nor its related bodies corporate and affiliates, nor each of their respective officers, directors, partners, employees, consultants, contractors, agents and advisers (“**Beneficiaries**”), have authorised, permitted or caused the issue or lodgement, submission, dispatch or provision of this announcement. There is no statement in this announcement which is based on any statement made by the Lead Manager or Beneficiary. To the maximum extent permitted by law,

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Determination of eligibility of investors

Determination of eligibility of investors for the purposes of the Entitlement Offer is determined by reference to a number of matters, including legal and regulatory requirements, logistical and registry constraints and the discretion of the Company and the Lead Manager. To the maximum extent permitted by law, the Company, the Lead Manager, and the Beneficiaries each disclaim any duty or liability (including, without limitation, any liability arising from fault, negligence or negligent misstatement) in respect of the exercise of that discretion or otherwise. The Lead Manager may rely on information provided by or on behalf of institutional investors in connection with managing, conducting or underwriting the Entitlement Offer, and has not independently verified such information.

Not an offer in the United States

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