

ASX ANNOUNCEMENT**10 June 2020**

Company Announcements Office
Australian Securities Exchange Limited

Sale of **Zambian copper exploration licences**

- **Funds received on sale of Zambian copper exploration licenses for \$650,000**
- **Outstanding \$1.5M Caason Group Convertible Note re-negotiated, with 90% of notes being adjusted to a 1cps conversion price and April 2022 maturity date**

PERTH, AUSTRALIA, 9 JUNE 2020: Peppermint Innovation Ltd (ASX: PIL) (“Peppermint” or “the Company”) is pleased to advise it has executed a Sale and Purchase Agreement for the sale of its legacy Zambian copper exploration licences and moved to completion.

The Sale and Purchase Agreement dated 23 May 2020 relates to the sale by Zambian Copper Pty Limited (“Zambian Copper”), a wholly owned subsidiary of the Company, to Marble Arch Limited (an unrelated third party) of 100% of the shares in Sedgwick Resources Limited, the entity that holds the copper exploration licences. The sale for a net amount of \$650,000 has enabled the Company to significantly improve its balance sheet, while providing additional working capital at a time when raising funds is difficult.

With the Sale and Purchase Agreement now near completed, the Company has received \$637,000 of the purchase price and has applied the remainder to complete company affairs in Zambia. Executed transfers for Sedgwick shares are now also being completed along with the resignation of Leigh Ryan - the Company’s nominee on the Sedgewick Board - and other documents required in order to ultimately register ownership of the shares in the buyer.

The copper assets were non-core after the Company re-complied under chapters 1 and 2 of the ASX Listing Rules in 2015 which resulted in a significant change in the nature and scale of its activities at the time.

The Company has also renegotiated the terms of an outstanding \$1.5M convertible note with the Caason Group, with 90% of note holders electing to take up a new unsecured convertible note direct with Peppermint at a reduced conversion price of 1 cent per share and an extended maturity date to April 2022. As part of that agreement, the security over Zambian Copper which was provided to secure the repayment of the original convertible notes was released to enable completion to take place and the funds to be retained by the Company.



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The issue of these new notes would exceed the Company's placement capacity and shareholder approval will be sought for the issue of them.

The remaining 10% of note holders have maintained their existing terms of 2.5 cents per share conversion price with maturity in April 2021.

Peppermint Innovation's Managing Director and CEO Chris Kain said: "Overall, we have tidied up our balance sheet and realised funds from legacy assets – all at a time when raising capital is difficult."

"These funds have not diluted existing shareholders and will significantly assist the Company's immediate working capital needs."

Ends

This ASX announcement has been approved by Peppermint Innovation Limited's Board of Directors and authorised for release.

For more information, please contact:

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About Peppermint Innovation Ltd

Peppermint Innovation is an Australian company focused on the commercialisation and further development of the Peppermint Platform, a mobile banking, payment and remittance, delivery and logistics, ecommerce and finance technology to service the Philippines market – which was initially designed for banks, agents, associations and microfinance institutions. Peppermint currently operates the Peppermint Platform in the Philippines.

