



SALE OF CONFECTIONERY BUSINESS - SETTLEMENT

16 February 2021: Funtastic Limited (ASX:FUN) (**Funtastic** or the **Company**) today confirmed that it has successfully settled the sale of its Confectionery Business in line with the terms set out in the contract of sale and previous announcement dated 22 January 2021.

The sale consideration, including assets of the Confectionery Business and associated inventories, exceeded initial estimates by circa \$0.3m and approximately \$1.3m is expected to be realised from the sale upon completion.

Intellectual Property including wholesale and retail pricing models, supplier lists, customer lists, current contact lists, and information databases used by Funtastic in the Confectionery Business, together with any copyright, patents, trademarks, moral rights, drawings, artwork, designs and logos have been transferred to the acquiror.

Confectionery Business inventory received by, or consigned to, Funtastic up to the point of settlement has been transferred to the acquiror and funds related to this inventory received. A further amount of circa \$0.2m, representing inventories ordered in advance of the business sale but not shipped by the supplier at the settlement date, will be received once all inventories related to the sale have been transferred to the acquiror.

Mr Louis Mittoni, CEO and Managing Director of Funtastic, commented “as a result of this sale we have taken the opportunity to again review and restructure resources in line with our business focus. Funtastic continues to implement and execute its plans to drive business growth”. Mr Mittoni thanked all participants in the sale process for the professional and timely completion of the transaction.

This announcement is authorised for release by the Board of Directors.

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About Funtastic Limited

Funtastic Limited (ASX: FUN) is an Australian based listed company with a mission to enrich the lives of people by encouraging exploration, creativity and living life more fully through the enjoyment of hobbies and toys. In addition to distributing leading products throughout Australia for its key partners, Funtastic owns a number of its own products and distributes these globally. The acquisition of the Hobby Warehouse Group in late 2020, included the 100% acquisition of 100% Australian e-commerce websites Toys“R”Us, Babies“R”Us and Hobby Warehouse and the distribution business of Mittoni Pty Ltd. Further information is available at www.funtastic.com.au.