

KNOW YOUR TRANSACTION



Identitii (ASX:ID8) Investor Presentation

John Rayment
CEO

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ersonal use only

THE GLOBAL PROBLEM

"A significant proportion of the technology supporting cross-border payment systems **remains on legacy platforms** built when paper-based payment processes were first migrated to electronic systems¹".

Bank of England

June 2021

Reporting financial transactions to regulators is a *highly manual process*, using people, spreadsheets and emails

- 1 Identitii transforms unstructured and incomplete financial information into *one single view of all transactions*



ONE SINGLE VIEW
OF ALL TRANSACTIONS



- 2 Then automates the processing and submission of complete and *accurate reports to regulators*



COMPLETE REPORT
TO REGULATORS



[Company introduction video](#)



Trusted by our growing customer list

citi

HomeSend

HSBC

mastercard

Novatti

standard
chartered

Legacy technology makes complying with regulations *very difficult*

Fines from global regulators for compliance and reporting failures *rose 27% in 2020*, and will continue to grow for the foreseeable future¹

FINANCIAL REVIEW

Why \$2b in bank fines was necessary

AUSTRAC boss Nicole Rose doubts the banks would have spent millions of dollars fixing their systems without the \$2 billion in fines the regulator has extracted over the past two years

Sep 25, 2020

FINANCIAL REVIEW

Commonwealth Bank settles AUSTRAC case for \$700m

Jun 4, 2018

FINANCIAL REVIEW

More AUSTRAC bumper fines on the way, PwC warns

Mar 2, 2021



Westpac to pay \$1.3bn fine over AUSTRAC breaches

Sep 24, 2020



Crown, Star risk steep fines as AUSTRAC swoops ...

Jun 8, 2021

2020 regulatory fines:



US \$10.6B

globally across the industry²



AU \$1.3B

from AUSTRAC in 2020 alone³



US \$5.2B

fine in APAC, up from US \$6.6M²

Identitii works with ageing legacy technology, to *submit complete and accurate reporting to regulators*

1. Our cloud-hosted platform uploads disparate payment data

2. Automates the repair of missing or incomplete information

3. Builds a complete and auditable view of all transactions

4. Reports accurately to regulators

● ● ● REAL-TIME DASHBOARD VIEW OF ALL TRANSACTIONS, REPORTS AND EXCEPTIONS

∞ identitii

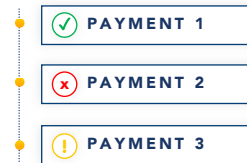
UPLOAD

payment data from multiple sources in multiple formats



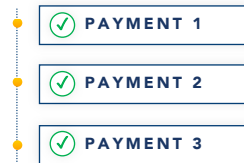
TRANSFORM

to a common format to create a single view of all transactions



REPAIR

incorrect and missing information automatically



PROCESS

the now complete and accurate data against local regulator rules



SEND

automated reports with all flagged transactions to the regulator



AUSTRAC



Software-as-a-Service (SaaS) ISO 27001 information security certified

\$323 million addressable market opportunity for Identitii

In the Australia, New Zealand and Canada reporting markets

Money laundering laws, and therefore potential revenue opportunities, exist in 200 countries. In 46 of these, 5.4m businesses are regulated across 30+ industry sectors.



Country	Regulated Entities ⁴	Total Addressable ⁵	Focus now
Australia	15,400	A\$133m	
New Zealand	9,900	A\$50m	
Canada	60,500	A\$140m	Expansion Markets
USA	223,300		
UK	71,500		
Ireland	31,171		
South Africa	116,720		
Hong Kong	8,360		
Singapore	8,250		

Diverse go-to-market strategy, focused on direct and indirect sales channels, and acquiring payments industry expertise

Large enterprise sales opportunities will increase, following several global early-adopter customers, further expedited by focus on multiple engagement points, with additional SaaS revenue generating linear income



Hiring payments industry experts

Sales, product and technology people who understand the problem and the buying cycle



Direct focus on enterprise clients

Sales and marketing to global and local banks, their problem owners and their budget holders



SaaS to capture non-enterprise

Large number of smaller non-bank clients increase revenue and cash flow predictability



Partnerships to grow distribution

Complimentary sales and marketing with firms like Deloitte, PwC and Ashurst Risk Advisory



Highly active with industry bodies

Memberships and sponsorship engagements with RegTech Association, ACAMS and more



Leverage fintech challenge wins

Technology recognised by SWIFT, Mastercard, Citi, Deloitte, Accenture, KPMG, Regulation Asia

Our enterprise and SaaS pipelines are growing



Overcoming the long lead-times associated with enterprise sales, by adding a parallel SaaS focus

Twin-track growth focus:



Enterprise, large transaction-volume reporting entities:

- Global banks
- Australian banks



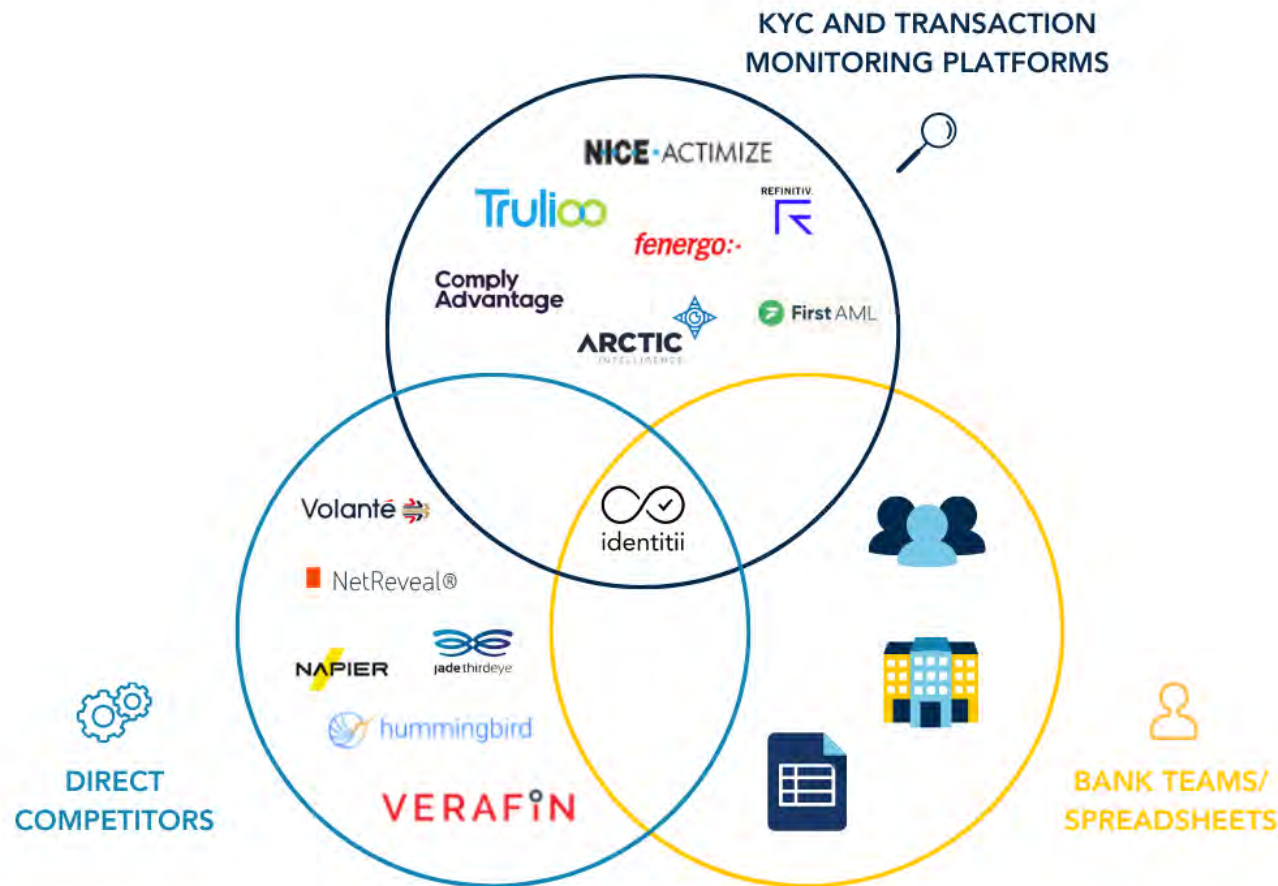
SaaS, smaller transaction-volume reporting entities:

- Credit Unions
- Money Remitters
- Super Funds
- Insurance Funds
- Casinos

Uniquely placed across the competitive landscape

Identitii sits at the intersection of financial crime compliance solutions and internal teams working with legacy technologies

We are uniquely focused on enhancing technology already in-use and reducing manual processes – to automate the preparation and submission of financial transaction reports to AUSTRAC and other country regulators.



Identitii's concept of a globally connected ecosystem *granted US patent*

uspto

Granted in 2021, recognising a globally connected ecosystem for:

- rich, tokenised payments information,
- accessible via enterprise blockchain,
- universally compatible with legacy networks such as SWIFT and ACH,
- and new networks such as RippleNet and Mastercard Cross-Border Services.

WILSON SONSINI

Identitii is progressing an IP strategy written with leading United States IP law firm Wilson Sonsini looking at avenues to:

- commercialise the patent,
- including direct partnerships,
- indirect licensing,
- and the potential for enforcement, including infringement litigation.



Identitii has patent applications live in several other key global markets:

- is progressing the filing of continuation claims,
- to continue to expand the scope of the original patent, as technology,
- regulatory frameworks,
- market demand evolves around the world.

A phased land-and-expand *growth strategy*

Growing customer numbers and selling multiple products, as we work towards longer-term vision of deploying our US patent

LATER

NEXT

NOW

LAND >

READY NOW

Regulatory reporting:

- Growing fines from regulators are forcing the industry to invest in technology solutions
- Leverage this regulatory pressure to grow customers
- **A\$323m addressable market⁵**

EXPAND >

READY NOW

SWIFT message migration:

- 10bn⁶ payment messages must be migrated to the new global ISO 20022 standard by 2025
- 11,500+⁶ banks globally must undertake this migration
- **> US\$1b addressable market⁵**

CONNECT >

Global information network:

- Deploy our US patent, to connect all our customers via private enterprise blockchain
- Interconnecting both old and new payment systems
- Tokenising rich payment data

Payble™ *Joint venture with* x15 ventures



Helping businesses recoup the cost of late or failed bill payments

15%² of bills issued to consumers in Australia **are paid late, or not at all**, costing businesses half a billion dollars per year

Payble's mobile app leverages the new Consumer Data Right to **pre-validate availability of consumer funds**

Where funds are not available, Payble uses intelligent messaging to **offer payment solutions, including credit**

500m

The number of bills sent to Aussie consumers each year²

\$0.5b

The amount Aussie businesses spend chasing bills³

75m

The number not paid on time³

KEY EARLY-STATS:



Founded by Identitii, to monetise prior investment in Loot UK



\$1 million invested by CommBank for a 26.7% stake¹



First energy retail customer signed contract in 2021



Still pre-revenue, should generate value for Identitii in FY22

Our board



John Rayment
CEO & MANAGING DIRECTOR

John has held financial services board and executive roles in Australia, Japan, the United States and the United Kingdom, and has significant industry contacts and experience. An enterprise sales specialist, he has helped scale small start-ups, and transformed large global companies. John is also Non Executive Director of the Payble joint venture with x15ventures.



Steve James
CHAIR

Steve has held senior leadership and Board positions at multiple public and private organisations, including the Commonwealth Bank of Australia, CommSec, Aston Consulting, Motorcycling Australia and Seer Asset Management. He also played a pivotal role in developing the first online stockbroking business for financial planners, which was later sold to CommSec.



Tim Phillips
NON-EXECUTIVE DIRECTOR

Tim is a FinCrime and RegTech expert with 45 years of experience. He has held Global and Asia-Pacific roles in FinCrime compliance and analytics at Deloitte, and was Director of Enforcement for ASIC. Because of this experience, Tim recognises the opportunity for Identitii to help regulated entities and law enforcement in FinCrime prevention.

Our management team



Joe Higginson
**CHIEF COMMERCIAL
OFFICER**

A wealth of experience implementing payments technology and innovation into the banking industry, holding strategic positions at Investec Bank UK, Western Union and Travelex.



Trent Jerome
**CHIEF FINANCIAL
OFFICER**

Experienced CFO who has held finance and operational leadership roles at organisations including AAPT, Ingogo and Evolt.



Ben Buckingham
**CHIEF INNOVATION
OFFICER**

Strong background in driving customer growth at McKinsey and Company and as a banking and finance lawyer.



Gus Garcia
**CHIEF TECHNOLOGY
OFFICER**

Ex-Global Head of Architecture for Travelex, where he oversaw hundreds of complex technology systems.



Clare Rhodes
**HEAD OF SALES AND
MARKETING**

FinTech marketing veteran with experience across APAC, the UK and US and proven track record supporting rapidly scaling global businesses.



Patrick Vu
**HEAD OF PRODUCT
AND ONBOARDING**

Payments expert with 20 years experience designing, building and implementing complex payments and FX solutions for financial services businesses around the world.

Why invest in *Identitii* (ASX:ID8)



Significant market opportunity

Growing pressure from regulators globally, driving investment in better transaction reporting and legacy technology upgrades



Validated product market fit

Platform already in use with several global financial institutions, with more coming



Defined go-to-market strategy

Leveraging existing clients, partnerships and SaaS offering to accelerate revenue growth



Expert team assembled

Strong commercial, payments, technology and risk expertise across the board and executive team to execute the growth strategy



US patent granted

Investing to expand patent scope, cover further global markets, and generate significant value



Joint venture with CommBank

Simultaneously commercialising Payble together with x15ventures, to generate additional value

Corporate overview

Capital Structure

ASX	ID8
Date listed	19 October 2018
Share price *	\$0.18
Ordinary share on issue	152.6m
Market capitalization *	\$27.374m
Unlisted options	35.4m
Pro forma cash 30 th June 2021	\$4.5m

Share Register Composition

1. KTM Ventures Innovation Fund	4.9%
2. Citicorp Nominees	3.3%
3. HSBC Custody Nominees	2.8%
4. Link Traders Pty Ltd	2.0%
5. Wodi Wodi Pty Ltd	2.0%
Top 20	32.4%
Shareholders	2,279

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Thank you

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References

COMPANY VIDEO URL: https://www.youtube.com/watch?v=mt_5M1Es7F4

1. <https://www.bankofengland.co.uk/payment-and-settlement/cross-border-payments>
2. <https://www.fenergo.com/press-releases/global-financial-institution-fines-for-aml-data-privacy-and-mifid-rise-26-in-2020/>
3. <https://www.austrac.gov.au/lists-enforcement-actions-taken>
4. [https://www.fatf-gafi.org/publications/mutualevaluations/?hf=10&b=0&s=desc\(fatf_releasedate\)](https://www.fatf-gafi.org/publications/mutualevaluations/?hf=10&b=0&s=desc(fatf_releasedate))
5. Total addressable market calculated (see also right) using reporting entity data from FATF (4.) and Swift (6.) and Identitii's pricing table at <https://identitii.com/pricing/>
6. <https://www.swift.com/about-us/discover-swift/fin-traffic-figures/swift-fin-traffic-document-centre>

Total Addressable Market represents opportunity on the basis that 100% of reporting entities in each market use Identitii's platform. This is calculated by taking the total reporting entities in each market (sourced from 4. and 6. left) segmenting them into the tiers on Identitii's pricing table (see 5. left) and multiplying out potential total addressable market.