

30 January 2024

ASX RELEASE I Synergy Group Limited (ASX: IS3)

CONVERTIBLE NOTE FACILITY

The Board of I Synergy Group Limited (**IS3** or the **Company**) is pleased to advise it has entered into a Convertible Note Agreement (**Agreement**) with VGI Vmall Limited (ACN 640 492 324) (**VGI Vmall**) to provide the Company with a funding facility up to \$10,000,000 (**Facility**).

Key terms of the Agreement are as follows:

Facility Limit	\$10,000,000
Available Term	Drawdowns can be made within 12-months of shareholder approval at the Meeting
Drawdown	Within 3-months from the date of shareholder approval at the Meeting
Note Value	\$100,000 per Convertible Note
Interest	2% per annum on each Drawdown
Conversion	Convert into Ordinary Shares of the Company (Shares) based on the 15-day VWAP of the Shares immediately prior to conversion
Escrow	Shares issued upon conversion will be subject to voluntary escrow for 90-days following allotment

The Facility is subject to shareholder approval at an upcoming General Meeting (**Meeting**), details of which will be separately announced.

Executive Chairman of IS3, Dato' Lawrence Teo, said "*The Board is delighted to secure this finance facility with VGI Vmall. We have been impressed throughout our due diligence of their understanding of our sector and desire to be a long-term partner with IS3. This funding will underpin an exciting growth strategy to deliver shareholder value.*"

Chairman of VGI Vmall, Dato' Seri Vincent Lim, said "*VGI Vmall take an astute approach to our investments. We have been impressed with the IS3 team and look forward to providing the funding to help facilitate the Company's growth plans.*"

The Company intends to use funds raised under the Facility, assuming it is fully drawn down (which may or may not occur), as follows:

Allocation of funds	Amount	%
Market Expansion	\$2,000,000	20%
Strategic acquisitions and R&D	\$2,000,000	20%
AdScale product launch	\$1,500,000	15%
Product enhancement	\$1,000,000	10%
Team expansion and payroll	\$1,500,000	15%
General working capital	\$2,000,000	20%
Total	\$10,000,000	100%



The release of this announcement was authorised by the Board of I Synergy and released by the Company Secretary.

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About I Synergy Group Limited (ASX: IS3)

I Synergy Group Limited (“I Synergy”) is a socially responsible technology company that is positively impacting society through its innovative digital solutions. By providing new opportunities for job creation, skill development, and entrepreneurship, I Synergy is helping to create a more sustainable and prosperous future for all.

To learn more, please visit: www.i-synergygroup.com

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