



14 OCTOBER 2024

CONVERTIBLE SECURITIES AGREEMENT DRAWDOWN OF \$1.5 MILLION

Key Points:

- \$1.5 million drawdown completed.
- Funds to be used primarily for the purchase of inventory ahead of the holiday season.
- Drawdown reinforces Mercer's continued support for the Company's strategy.

Toys'R'Us ANZ Limited (ASX:TOY) (TOY or Company) today announces that it has completed the drawdown of \$1.5 million from Mercer Street Global Opportunity Fund II LP (Mercer), a US-based investment fund managed by C/M Capital Partners, LP, under the Convertible Securities Agreement (CSA) announced to ASX on 20 March 2024.

Drawdown Details

Approval for the drawdown of additional funds under the CSA was sought and obtained from shareholders at the Extraordinary General Meeting of the Company held on 23 August 2024. The quantum of this drawdown and the issuance of the associated 9,793,447 Convertible Security Options in accordance with the CSA is within the terms of this approval which approved the issue of up to 2,715,000 Convertible Securities and up to 10,940,524 Convertible Security Options to Mercer. The actual number of securities issued as a result of this drawdown is as follows:

- 1,650,000 Convertible Securities (converting into a maximum of 33,000,000 Shares based on the Floor Price of \$0.05)
- 8,903,134 Convertible Security Options

The Convertible Security Options have an exercise price of \$0.08424, being 120% of the 10-day VWAP per Share calculated in accordance with the CSA, and a term of 36 months from the date of issue.

For the key terms of the CSA please refer to the previous ASX announcement released on 20 March 2024 or the explanatory memorandum which accompanies the EGM Notice released on the ASX on 12 April 2024.

Use of Funds

The funds will be primarily used to secure inventory for the upcoming holiday season, which is traditionally the Company's strongest trading period.

Mercer's Continued Support

This drawdown further demonstrates Mercer's support for TOY's business strategy and growth plans. The Company views this continued backing as a strong vote of confidence in its operational direction and market positioning.

TOY's CEO, Penny Cox, commented: "We are pleased to complete this drawdown from our facility with Mercer. The additional funding allows us to optimise inventory levels for the holiday season, ensuring we can meet customer demand. Mercer's continued support is a testament to the achievements in our turnaround and our ongoing growth strategy."

This Announcement has been approved for Release by the Board of Directors.

About Toys"R"Us ANZ Limited

Toys"R"Us ANZ Limited (ASX: TOY) is an Australian-based company with a vision of 'A lifetime journey with every child'. The Company trades under 4 leading e-commerce brands: Toys "R" Us, Babies "R" Us, RIOT and Hobby Warehouse. The Company changed its name from Funtastic Limited to Toys"R"Us ANZ Limited on 24 June 2021. Further information is available at corporate.toysrus.com.au.

For further information please contact

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