

22 November 2018

ASX / Media Release

ASX code: **K2F**

Investor Marketing Mandate with Canary Capital

K2Fly Limited (ASX: K2F) (K2F, K2fly or the Company) is pleased to advise that it has today executed a new mandate with Canary Capital Pty Ltd (Canary Capital), a boutique Sydney headquartered investment management and corporate advisory firm, to continue to provide Investor Marketing Services to K2F (Mandate).

Canary Capital prides itself on creating value for its clients with long term strategic investments and has profiled K2fly on its website: <https://canarycapital.com.au/k2fly>.

Under the terms of the Mandate:

- The Mandate agrees to have commenced effective 1 September 2018 and will continue for 12 months unless terminated;
- K2F will pay Canary Capital of monthly fee of \$7,500 (exclusive of GST) to be made up of \$5,000 in cash and \$2,500 in equity (\$30,000 in total equity over 12 months);
- K2F will issue a first tranche of shares valued at \$15,000 at an issue price determined at the prevailing 20-day VWAP up to 1 September 2018;
- K2F will issue the second tranche of shares valued at \$15,000 at an issue price determined at the prevailing 20-day VWAP up to 1 March 2019;
- K2F will pay Canary Capital a total fee of \$15,000 (exclusive of GST) for services provided in July 2018 and August 2018 (representing the period when the previous mandate ended and the new mandate was agreed). This fee is to be made up of \$10,000 in cash and \$5,000 in equity. The equity shares is based on an issue price determined at the prevailing 20-day VWAP up to 5 July 2018;
- In the event K2fly's share price achieves a closing price of \$0.45 or higher for five consecutive days, the Company will issue Canary Capital 200,000 unlisted options with an exercise price of \$0.50 and 3-year expiry from the date of issue; and
- In the event K2fly's share price achieves a closing price of \$0.50 or higher for five consecutive days, the Company will issue Canary Capital 200,000 unlisted options with an exercise price of \$0.55 and 3-year expiry from the date of issue.

ENDS

For further information, please contact:

Brian Miller
CEO & Executive Director
K2fly Limited
T: +61 422 227 489
E: brian@k2fly.com

Investor Inquiries
Paul Hart
Canary Capital
T: +61 421 051 474
E: phart@canarycapital.com.au

About K2fly

K2fly Ltd is an ASX listed technology company which targets asset intensive industries. It supplies people, products and strategic alliances focussed on solving problems for clients.

K2fly owns **Infoscope**, a Land Management and Stakeholder Relations solution for the Energy and Resources market.

K2fly has strategic alliances with global technology companies such as: GE(USA), Esri (USA) and SAP (Germany).

K2fly also re-sells market leading software which has been developed by industry leaders in the USA, Australia, Europe and the UK. These solutions come from OBI Partners (USA), Kony (USA), Pointerra Limited (Aus), ABB (Switzerland) and Capita plc (UK), where they have an outstanding track record of delivering benefits to clients.

In addition, K2fly provides cutting edge advice, consultancy and services when it deploys its subject matter experts who have extensive domain knowledge in such areas as Rail, Electricity, Gas, Water, Mining, Oil & Gas, Facilities Management, Aviation and Defence.