

**23 November 2017**

Madeleine Green  
Australian Securities Exchange (**ASX**)  
Level 40, Central Park  
152-158 St George's Terrace  
Perth WA 6000

Dear Madeleine,

## **Re: Wangle Technologies Limited - Appendix 4C Query**

We refer to your letter dated 26 July 2017 in relation to queries about Wangle Technologies Limited's (**Wangle** or the **Company**) (**ASX: WGL**) Appendix 4C released to ASX on 31 October 2017.

Wangle appreciates the nature of your inquiry and is eager to respond in a timely manner. At this stage, the Board is considering a number of options that are not yet finalised but we anticipate closure in the near term. As to the questions detailed in the referenced letter, we respond as follows:

1. The Company expects to have negative operating cash flows for the time being, reflecting the activities being undertaken in pursuit of the Company's long-term growth strategy. However, as revenue grows, the negative operating cash flows are expected to reduce.
2. As announced on 23 November 2017 the Company has entered a convertible loan facility with an unrelated party for an amount of up to \$2 million (**Loan**).
3. The Company does expect to be able to continue its operations and meet its business objectives by utilising the current cash on hand, funds drawn down under the Loan and projected revenue increases.
4. We confirm that the Company is in compliance with ASX Listing Rule 3.1 and there is no information that should be given to ASX about its financial condition in accordance with that Rule that has not already been released to the market.
5. We confirm that the Company's responses to the questions set out in the ASX Letter have been authorised and approved by the Board of Directors of the Company.

Should you have any further questions, please do not hesitate to contact us.

**- ENDS -**

**For further information, please contact:**

**Wangle Technologies**

Sean Smith  
MD and CEO  
p: +618 6489 1600

**Wangle Technologies**

Loren King  
Company Secretary  
p: +618 6489 1600  
[info@wan.gl](mailto:info@wan.gl)

**ABOUT WANGLE FAMILY INSITES**

Wangle Family Insites (WFI) offers parents a unique approach to ensuring the safe use of the internet by children and teenagers. By utilising Wangle's world class VPN network, backed by the research insights of childhood development research organization Telethon Kids Institute, WFI monitors mobile network patterns in real time and advises parents of potential threats as well as providing greater details and resources to parents on the threats identified.

**ABOUT WANGLE TECHNOLOGIES**

Wangle Technologies has developed patented algorithms that not only optimise, compress and secure the data flow to mobile devices, but facilitate real time analysis of network patterns and usage behaviours. Wangle's technology provides compelling value to consumers, service providers and enterprises looking for innovative low-cost solutions for managing network capacity and use.



20 November 2017

Mrs Loren King  
Company Secretary  
Wangle Technologies Limited  
C/- Cicero Group  
Suite 9, 330 Churchill Avenue  
SUBICAO WA 6008

By email:

Dear Loren King

**Wangle Technologies Limited (“WGL”): Appendix 4C Query**

I refer to WGL’s Appendix 4C quarterly report for the period ended 30 September 2017 lodged with ASX Market Announcements Platform and released on 31 October 2017 (the “Appendix 4C”).

ASX notes that WGL has reported:

- negative net operating cash flows for the quarter of \$961,000;
- cash at the end of the quarter of \$1,052,000; and
- estimated cash outflows for the next quarter of \$855,000.

It is possible to conclude, based on the information in the Appendix 4C, that if WGL were to continue to expend cash at the rate indicated by the Appendix 4C, WGL may not have sufficient cash to continue funding its operations. In view of that, ASX asks WGL to answer separately each of the following questions and provide the following confirmations in a format suitable for release to the market in accordance with Listing Rule 18.7A:

1. Does WGL expect that it will continue to have negative operating cash flows for the time being and, if not, why not?
2. Has WGL taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?
3. Does WGL expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?
4. Please confirm that WGL is in compliance with Listing Rule 3.1 and that there is no information that should be given to ASX about its financial condition in accordance with that Rule that has not already been released to the market.
5. Please confirm that WGL’s responses to the questions above have been authorised and approved in accordance with its published continuous disclosure policy or otherwise by its board or an officer of WGL with delegated authority from the board to respond to ASX on disclosure matters.

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Please also provide any other information that WGL considers may be relevant to ASX forming an opinion on whether WGL is in compliance with Listing Rule 12.2 (a listed entity's financial condition must, in ASX's opinion, be adequate to warrant the continued quotation of its securities and its continued listing).

### **When and where to send your response**

This request is made under, and in accordance with Listing Rule 18.7. Your response is required as soon as reasonably possible and, in any event, by not later than 5pm AWST on Thursday 23 November 2017. If we do not have your response by then, ASX will have no choice but to consider suspending trading in WGL's securities under Listing Rule 17.3.

You should note that if the information requested by this letter is information required to be given to ASX under Listing Rule 3.1 and it does not fall within the exceptions mentioned in Listing Rule 3.1A, WGL's obligation is to disclose the information "immediately". This may require the information to be disclosed before the deadline set out in the previous paragraph.

ASX reserves the right to release a copy of this letter and your response on the ASX Market Announcements Platform under Listing Rule 18.7A. Accordingly, your response should be in a form suitable for release to the market.

Your response should be sent to me by e-mail at [Madeleine.Green@asx.com.au](mailto:Madeleine.Green@asx.com.au) or [TradingHaltsPerth@asx.com.au](mailto:TradingHaltsPerth@asx.com.au). It should not be sent directly to the ASX Market Announcements Office. This is to allow me to review your response to confirm that it is in a form appropriate for release to the market, before it is published on the ASX Market Announcements Platform.

### **Listing Rule 3.1**

Listing Rule 3.1 requires a listed entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities. Exceptions to this requirement are set out in Listing Rule 3.1A.

In responding to this letter, you should have regard to WGL's obligations under Listing Rules 3.1 and 3.1A and also to Guidance Note 8 *Continuous Disclosure: Listing Rules 3.1 – 3.1B*.

It should be noted that WGL's obligation to disclose information under Listing Rule 3.1 is not confined to, nor is it necessarily satisfied by, answering the questions set out in this letter.

### **Trading halt**

If you are unable to respond to this letter by the time specified above, you should discuss with us whether it is appropriate to request a trading halt in WGL's securities under Listing Rule 17.1.

If you wish a trading halt, you must tell us:

- the reasons for the trading halt;
- how long you want the trading halt to last;
- the event you expect to happen that will end the trading halt;
- that you are not aware of any reason why the trading halt should not be granted; and
- any other information necessary to inform the market about the trading halt, or that we ask for.

We may require the request for a trading halt to be in writing. The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted.



You can find further information about trading halts in Guidance Note 16 *Trading Halts & Voluntary Suspensions*.

If you have any queries or concerns about any of the above, please contact me immediately.

Yours sincerely,

*[Sent electronically without signature]*

Madeleine Green  
Advisor, Listings Compliance (Perth)  
P: 08 9224 0015  
E: [Madeleine.Green@asx.com.au](mailto:Madeleine.Green@asx.com.au)

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