

ASX ANNOUNCEMENT*7 May 2019***Finalisation of legal proceedings**

Perth, 7 May, 2019: DigitalX Ltd (**ASX:DCC**) advises that it has finalised the legal proceedings announced to the ASX on 28 September 2018, which related to an Originating Application and Statement of Claim filed by a group of parties relating to an investment made by those parties in an initial coin offering to which the Company was an advisor (**Claim**). The Claim was for a combined amount of approximately US\$1,833,077 plus damages. In its defence filed, DigitalX vigorously denied any and all wrongdoing.

The Company entered into a settlement deed on 7 May 2019 to provide full release from the applicant's claims without any admission of liability by DigitalX. In addition, DigitalX has released the parties from any and all claims.

DigitalX advises it will be making a cash payment of AU\$250,000 within 2 business days and a further cash payment of AU\$150,000 plus interest on 1 July 2019. The cash payments will be made out of the Company's existing cash reserves.

In addition, the Company will issue shares for a total value of AU\$350,000 under its existing Listing Rule 7.1 placement capacity in up to three tranches by no later than the date that is 6 weeks after the date of the settlement deed. The issue price of the shares will be the 5-day VWAP of the Company's shares prior to the date of issue. The applicants to the Claim will also transfer all issued OMX tokens to the Company within 2 business days.

DigitalX intends to pursue contractual indemnities with third parties for partial recovery of the settlement funds and will pursue that avenue for shareholders.

-Ends-

About DigitalX

DigitalX is a blockchain and cryptoasset finance company with offices in Perth, Sydney and New York. The company offers advisory services for new token offerings, asset management focused on blockchain and crypto assets, and development and media services.

For further information, please contact**DigitalX Limited**

Leigh Travers

Managing Director & Chief Executive Officer

leigh@digitalx.com

T: +61 439 376 847

Media Contact

Heidi Cuthbert

Managing Director

heidi@coincastmedia.com

T: +61 411 272 366

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