



Butn Limited

ACN 644 182 883

www.butn.co

ASX Code: BTN

Wednesday, 2 July 2025

ASX ANNOUNCEMENT

Transformational \$100 Million Senior Debt Facility Positions Butn for Further Growth

Key highlights:

- **Butn secures \$100 million Senior Debt Facility (Facility) over four years with global private markets investment firm, Northleaf Capital Partners (Northleaf)**
- **Completed initial \$77 million draw down, with \$23 million committed available funding**
- **Fully redeemed \$81.3 million corporate notes, including early repayment of 2022-1 notes**
- **Facility supports Butn's strategic growth, complementing the recently announced \$10 million equity raise and \$10 million Mighty Partners (MP) corporate credit facility**

MELBOURNE - Butn Ltd (ASX: BTN) (**Butn** or the **Company**) is pleased to announce it has entered into binding documentation for a transformational \$100 million senior secured debt facility (Facility) over four years with global private markets investment firm, Northleaf Capital Partners (Northleaf).

The new Facility represents a major step forward for Butn's funding platform, significantly extending the funding maturity profile up to four years, whilst introducing additional committed and scalable funding to support continued growth in originations and expansion into industry verticals.

On 1st July 2025 Butn completed the first draw (\$77 million) of the Facility, with \$23 million in committed available funds.

This new Facility provided for the full redemption of Butn's existing corporate notes program (approximately \$81.3 million across two special purpose vehicles in the AFC 2019-1 and AFC 2022-1 Trusts), including the early repayment of the AFC 2022-1 notes which were at a significantly higher interest rate.

The Northleaf Facility complements the Company's successful \$10 million equity raise (announced 16 June 2025) and the newly secured \$10 million Mighty Partners corporate credit facility (announced 30 June 2025), enhancing funding flexibility and strengthening Butn's balance sheet.

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“Northleaf’s investment in Butn is a strong addition to our asset-based specialty finance portfolio,” said David Ross, Managing Director & Head of Private Credit at Northleaf. “This investment underscores Northleaf’s focus on strategies that provide downside protection and low correlation to the broader market, while delivering attractive, risk-adjusted returns to our investors.”

“Butn is an industry leader with a strong track record in the factoring and supply chain finance space – an asset class where we have extensive experience,” said CJ Wei, Managing Director, Private Credit at Northleaf. “We’re excited to partner with Butn’s experienced management team and provide strategic capital and support to further scale the business and accelerate their next phase of growth.”

“Northleaf brings deep industry experience in factoring and asset-based specialty finance, and we’re thrilled to partner with their team as we execute on our growth strategy,” said Rael Ross, Butn’s Co-founder and CEO. “Their strong understanding of the Australian specialty finance market, combined with a tailored capital solution, enhances our ability to serve our clients.”

A summary of key Facility terms is outlined below:

Lender	Northleaf Capital Partners and/or its affiliates (Northleaf)
Borrower	Butn SPV Pty Ltd, a wholly owned subsidiary of the Butn Group
Facility Type	First lien senior secured facility
Loan Amount	\$100 million committed
Term	4 years
Interest Rate	3-month BBSY + 6.00%
Unused Line Fee	1.00% p.a. of the Available Commitment
Prepayment Terms	Permitted, with prepayment premium in the first 24 months
Security	First ranking over receivables and the Borrower
Purpose	Refinance existing debt, fund eligible receivables and transactions costs
Establishment Fee	1.50% of drawn amounts, payable on draw down
Reporting	Monthly / quarterly reporting
Financial Covenants	Customary covenants for senior secured facilities, including Minimum Liquidity, Net Worth, Debt Service Coverage Ratio and Asset Performance

This announcement has been authorised for release by the Board of Directors of Butn Limited.

- ENDS -

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Further information please contact:

Investors

Rael Ross, Co-CEO and Exec Director

Investor Relations: investors@butn.co

About Butn

Butn Limited is an Australian Business-to-Business ('B2B') funder innovating the way SMEs fund and grow their businesses. Butn focuses on transactional funding – funding SME businesses through their working capital constraints by financing individual transactions, leveraging the end debtor's credit. With a vision of "Your money, today" Butn delivers cashflow funding solutions at the click of a Butn having funded over \$2.5 billion to Australian businesses. For more information visit www.butn.co

About Northleaf Capital Partners

Northleaf Capital Partners is a global private markets investment firm with more than US\$28 billion in private equity, private credit and infrastructure commitments raised to date from public, corporate and multi-employer pension plans, endowments, foundations, financial institutions and family offices. Northleaf's 275-person team is located in Toronto, Chicago, London, Los Angeles, Melbourne, Menlo Park, Montreal, New York, Seoul and Tokyo. Northleaf sources, evaluates and manages private markets investments, with a focus on mid-market companies and assets. For more information, please visit www.northleafcapital.com.

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