



2 February 2024

NSX RELEASE Australia Sunny Glass Group Limited (NSX: AG1)

**Deed of Company Arrangement Approved by Creditors
of D W Sullivan Windows Pty Ltd**

Further to the announcement date 20 December 2023 titled “*Subsidiary seeks Voluntary Administration to restructure*”, Australia Sunny Glass Group Limited (**Company**) wishes to advise the Board of the Company, with David Sullivan excluded from voting, has resolved to enter into a Deed of Company Arrangement (**DOCA**) between the Company, D W Sullivan Windows Pty Ltd (**DWS**) and the Administrators of DWS following approval by creditors of the proposed DOCA at the 2nd creditors meeting held 30 January 2024.

Execution of the DOCA will allow control of DWS to be handed back to the directors and management of DWS. The DOCA will result in full payment of priority creditors (staff entitlements) and an estimated \$0.07 to \$0.08 in the dollar to unsecured creditors.

The Company, its related entities and the directors of DWS have agreed to withdraw their proof of debt claims and will not participate in the distribution to creditors.

The DOCA, which has been reviewed by the Company’s legal advisor, contains terms and conditions as normally in such agreements.

Key elements of the DOCA include:

- \$200,000 to be paid by AG1 to the Administrator within 5 business days after execution of the DOCA.
- \$1,200,000 payable by the Company into a Deed Fund to be established by the Administrators, payable in monthly instalments of \$100,000 on the last business day of each month.

- Option Deed granted in favour of David Sullivan within 60-days of Commencement Date to convert \$1m of loans provided by him to DWS into equity of the Company.

The Option Deed noted above is an agreement to issue securities to a related party and requires shareholder approval under the NSX Listing Rules and Corporations Act 2001 (Cth).

A General Meeting of shareholders will be convened within 60-days of the Commencement Date to approve the Option.

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Authorised by:

The Board of Directors

Australia Sunny Glass Group Limited

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