



6 December 2023

The Manager  
Company Announcements Office  
ASX Limited  
Exchange Centre  
20 Bridge Street  
Sydney NSW 2000

Dear Sirs,

**Unsecured Convertible Note Issue of A\$2m and Update on Eart Mountain Placement**

The Company has issued a Convertible Note of A\$2.0m to existing sophisticated shareholders. The issue of these Convertible Notes enables the Company to fully explore all capital management and other potential opportunities, without time pressures.

The A\$2.0m has been taken up by eight existing sophisticated investors and the funds already received.

The terms of the Convertible Note will include a term of up to 30 April 2024, unsecured, attract an interest rate of 12% per annum payable quarterly in arrears and be convertible to ordinary shares at A\$9.04.

The investors will also receive a total of 400,000 unlisted options (100,000 options per A\$500,000 invested) at a strike price of 20% higher than the conversion price of A\$9.04, namely A\$10.84. These unlisted options have a term of 3 years expiring on 4 May 2026.

To bring the existing Convertible Notes (issued May 2023, and expiring 31 January 2024) maturity dates in line with these new Notes being issued, the Board has approved and received approval from each Noteholder to extend the maturity date on these Notes to 30 April 2024.

Earth Mountain has still not received Chinese Government approval to subscribe to 308,325 ordinary shares at \$14.00 per share amounting to A\$4,316,550 (US\$3m). The Company Chairman met with Earth Mountain in a recent trip to China and was assured the application was still in the process of being resubmitted, but no indication could be provided on when the funding might be approved.

This announcement has been authorised for release to ASX by Fred Bart.



### About Audio Pixels Holdings Limited

Audio Pixels Limited, founded in 2006, is a wholly owned subsidiary of Audio Pixels Holdings Limited, listed in Australia under the stock code of AKP (Level 1 ADR's on OTC - ADPXY). Backed by exceptional multidisciplinary scientific research, design, and production capabilities, Audio Pixels has become a world leader in digital loudspeaker technologies. Audio Pixels' patented technologies employ entirely new techniques to generate sound waves directly from a digital audio stream using micro-electromechanical structures (MEMS). Its revolutionary technological platform for reproducing sound enables the production of an entirely new generation of speakers that will exceed the performance specifications and design demands of the world's top consumer electronics manufacturers. For more information, visit [www.audiopixels.com.au/](http://www.audiopixels.com.au/).

### Forward-looking statements

This release may contain certain forward-looking statements with respect to the financial condition, results of operations and business of AKP and certain of the plans and objectives of AKP with respect to these items. By their nature, forward-looking statements involve risk and uncertainty because they relate to events and depend on circumstances that will occur in the future and there are many factors that could cause actual results and developments to differ materially from those expressed or implied by these forward-looking statements.