



27 October 2025

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

Convertible Notes and Funding

Audio Pixels Holdings Limited (ASX:AKP) (Company) has issued Convertible Notes of A\$1,250,000 to two sophisticated investors. The issue of the Convertible Note enables the Company to work toward its short-term objectives and extend its working capital runway.

The Company confirms the investors are not:

- a related party of the Company;
- a member of the Company's key management personnel;
- a substantial holder in the Company;
- an advisor to the Company; or
- an associate of any of the above.

ASX Listing Rule 7.1 limits the amount of equity securities that a listed company can issue without the approval of its shareholders over any 12 month period to 15% of the fully paid ordinary securities it had on issue at the start of the period. The Company confirms this proposed issue of securities falls within the Company's 15% placement capacity under Listing Rule 7.1.

The terms of the Convertible Notes will include a term of up to 31 January 2027, are unsecured, and will attract an interest rate of 12% per annum, capitalised until the Note is fully repaid or converted into Shares. The Note is convertible to ordinary shares at A\$9.04. The issue price may be less than A\$9.04 if the Company undertakes a placement of ordinary shares at a lower price at any time until the expiry date, in which case the conversion price will be at a 30% discount to the placement price, with a conversion price floor of \$3.50 per share.

The investors will also receive 375,000 unlisted options (150,000 options per A\$500,000 invested) with a strike price of A\$7.59. These unlisted options expire on 5 May 2027.

This ongoing financial support reflects confidence in our strategic direction, and we appreciate their commitment to our vision.

In addition, 4F Investments Pty Ltd (a Company controlled by Fred Bart, Chairman) has indicated it will subscribe to convertible notes for face value of between \$250,000 and up to a maximum value of \$2,000,000 on the same terms and conditions as the Notes listed above, including the issue of up to 600,000 unlisted options (150,000 options per A\$500,000 invested), expiring 5 May 2027, exercise price \$7.59. These Notes will be issued once shareholder approval has been obtained at the next meeting of shareholders of the Company to meet ASX listing rule 10.11 requirements.



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/.

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.