KNOSYS LIMITED (ACN 604 777 862)
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WWW.KNOSYS.CO
ASX Code : KNO

18 November 2026

Dear Shareholder

Knosys Limited
ABN 96 04 777 862
Notice to Ineligible Shareholders - 1:1 Non-renounceable Rights Issue

This letter is to notify you that on 18 November 2026, Knosys Limited (KNO:ASX) (**Knosys** or **Company**) announced a proposed capital raising of up to $4.3 million (before costs) by way of a non-renounceable rights issue of up to approximately 216.1 million new ordinary Knosys shares at an issue price of $0.02 per share (**New Shares**) (**Rights Issue**). The Rights Issue will involve an offer of 1 New Share in Knosys for every share held as at 7.00 pm (Melbourne time) on 23 November 2026 (**Record Date**) by eligible shareholders (described below).

In addition to being able to apply for New Shares under the Rights Issue, eligible shareholders (described below) who take up their full entitlement will also be able to apply for New Shares that are not subscribed for under the Rights Issue (**Top-Up Facility**). Further details of the Top-Up Facility will be set out in the Offer Document sent to eligible shareholders. The directors reserve the right, subject to the requirements of the ASX Listing Rules and the *Corporations Act 2001* (Cth) (**Corporations Act**), to place any shortfall (after the application of the Top-Up Facility) at their discretion within three months after the closing date of the Rights Issue (**Shortfall Facility**).

This letter has been sent to you to inform you about the Rights Issue and to explain why you will not be able to subscribe for New Shares under the Rights Issue. This letter is not an offer to issue New Shares to you, nor an invitation for you to apply for New Shares. You are not required to do anything in response to this letter but there may be financial implications for you because of the Rights Issue that you should be aware of.

Application of the Funds

The funds raised will be applied primarily to the next stage of the Company's entry into the United States with its Libero library management platform.

Knosys is an Australian technology company that develops and commercialises software for public libraries and for enterprise knowledge management. Over the past two years Knosys has invested in the next generation of our Libero library management platform – the Libero Community Experience & Discovery Hub. Libero is designed to give public libraries a single, mobile-first platform for patron discovery, engagement and branch operations, and to replace between two and five separate external systems for a single flat annual subscription fee. That development work is now largely complete.

Libero is already used by approximately 100 library customers across Australia and Germany, and their feedback has shaped the platform and its development. Knosys is now moving from building to selling, and this Rights Issue is about taking Libero into the largest library software market in the world – the United States.

Rights Issue details and Offer Document

The Rights Issue will be made to eligible Knosys shareholders without disclosure under Part 6D.2 of the Corporations Act pursuant to section 708AA of the Corporations Act, as modified by ASIC Corporations (Non-Traditional Rights Issues) Instrument 2026/98 and ASIC Corporations (Disregarding Technical Relief) Instrument 2026/180.

The Company will dispatch a copy of the Offer Document and a personalised Entitlement and Acceptance Form, or details on how those documents can be accessed, to eligible shareholders in accordance with the below timetable. Once available, the Offer Document will also be lodged with the ASX Market Announcements Office which is available on the ASX website at www.asx.com.au (ASX code: KNO). It will also be available on the Company's website at www.knosys.it.

The Rights Issue is non-renounceable, which means that entitlements to participate in the Rights Issue cannot be sold or transferred. Therefore, to the extent that an eligible shareholder does not take up all or part of their entitlement under the Right Issue, that entitlement (or the relevant proportion not taken up) will lapse and the New Shares, the subject of that entitlement (or the relevant proportion not taken up), will be made available under the proposed Top-Up Facility.

Indicative timetable for the Rights Issue

Summary of key Rights Issue dates*	
Announcement of the Rights Issue	Wednesday, 18 November 2026
Securities quoted on an "ex" entitlement basis	Friday, 20 November 2026
Record Date to determine entitlement to New Shares	7:00 pm (Melbourne time) on Monday, 23 November 2026
Dispatch of Offer Document and personalised Entitlement and Acceptance Forms to shareholders	No later than Thursday, 26 November 2026
Closing Date	**5:00 pm (Melbourne time) on Friday, 11 December 2026**
New Shares quoted on a deferred settlement basis	Monday, 14 December 2026
Allotment of New Shares	Friday, 18 December 2026
Normal trading of New Shares expected to commence on ASX	Monday, 21 December 2026
Holding statements expected to be despatched to shareholders	Tuesday, 29 December 2026

* These dates are indicative only and are subject to change. Knosys reserves the right, subject to the Corporations Act and the ASX Listing Rules, to amend this indicative timetable. In particular, Knosys reserves the right to extend the Closing Date or to withdraw the Rights Issue without prior notice. Any extension of the Closing Date will have a consequential effect on the date for the allotment of New Shares.

Eligible Shareholders

A person will be eligible to participate in the Rights Issue if:

(a) the person is a registered holder of Knosys shares on the Record Date; and

(b) the person's registered address is in Australia or New Zealand.

To the extent that a person holds Knosys shares on behalf of another person resident outside Australia or New Zealand, it is that person's responsibility to ensure that any acceptance complies with all applicable foreign laws.

Ineligible Shareholders

The Company has decided that it is not reasonable to make offers of New Shares under the Rights Issue to holders of Knosys shares with registered addresses in jurisdictions outside of Australia and New Zealand on the Record Date (**Ineligible Shareholders**), having regard to the number of Ineligible Shareholders, the number and value of New Shares they would otherwise be offered and the costs of complying with the legal requirements, and the requirements of a regulatory authority, in those places. In the circumstances, Knosys has determined, pursuant to ASX Listing Rule 7.7.1(a) and section 9A(3)(a) of the Corporations Act, that it would be unreasonable to extend the Rights Issue to those holders. According to our records, you do not satisfy the eligibility criteria for an eligible shareholder (described above) and you are an Ineligible Shareholder.

Accordingly, in compliance with ASX Listing Rule 7.7.1(b) and section 9A(3)(b) of the Corporations Act, Knosys wishes to advise you that the Rights Issue will not be extended to you and you will not be able to subscribe for New Shares under the Rights Issue. You will not be sent a copy of the Offer Document or a personalised Entitlement and Acceptance Form.

No nominee – application for ASIC relief

Knosys has decided not to appoint a nominee for the purposes of section 615 of the Corporations Act to sell the New Shares that would otherwise have been offered to Ineligible Shareholders. Accordingly, no New Shares will be issued or sold on behalf of Ineligible Shareholders, and Ineligible Shareholders will not receive the net value or proceeds (if any) in respect of the New Shares they would otherwise have been entitled to under the Rights Issue.

It is Knosys' intention to apply to the Australian Securities and Investments Commission (**ASIC**) for relief from the requirement in section 615 of the Corporations Act to appoint a nominee for Ineligible Shareholders, having regard to the small number of Ineligible Shareholders, the small number of Shares they hold (approximately 0.16% of the total number of Shares on issue) and the cost and expense of appointing a nominee relative to any proceeds likely to be realised from the sale of New Shares.

Rights attaching to New Shares

The New Shares issued pursuant to the Rights Issue will rank equally in all respects from the date of allotment with existing fully paid ordinary shares on issue in the Company.

Not Underwritten

The Rights Issue is not underwritten.

If you have any questions relating to the above matters, please contact the Company.

Yours sincerely



Stephen Kerr
Company Secretary