



# Savic Motorcycles Limited

## CONVERTIBLE NOTE TERM SHEET







# CONVERTIBLE NOTE - TERM SHEET

<b>Issuer:</b>	<b>Savic Motorcycles Limited (ABN 91 615 314 228)</b> <b>19 Stanley Street, West Melbourne VIC 3003</b>
<b>Instrument:</b>	Convertible Notes
<b>Issue Price:</b>	A\$1.00 per Note
<b>Discount:</b>	Converts to equity with a 20% discount to an IPO, equity raise or Conversion Event.  On maturity: converts at 30% discount to either (a) independent valuation or (b) the last share issue price, whichever is lower.
<b>Interest Rate:</b>	8% p.a. simple interest
<b>Conversion Events:</b>	Notes convert upon the earliest of: <ul style="list-style-type: none"><li>• Initial Public Offering (IPO)</li><li>• A\$5M+ equity capital raise</li><li>• Change of Control or Asset Sale</li><li>• Maturity Date</li></ul>
<b>Minimum Investment:</b>	A\$20,000
<b>Target Raise:</b>	A\$2,000,000
<b>Oversubscription:</b>	The Company reserves the right to accept oversubscriptions at its absolute discretion.
<b>Maturity Date:</b>	1 August 2027
<b>Conversion Price:</b>	Whichever of the following applies, as a price per share: <ul style="list-style-type: none"><li>• Subsequent Capital Raising: 80% of the offer price of shares.</li><li>• Sale Event: 80% of the consideration per share.</li><li>• Maturity: The lower of 70% of the share value by reference to an independent valuation, and 70% of the last recorded price of shares issued by the Company.</li></ul>



<b>Eligible Investors:</b>	<p>Only Eligible Purchasers as defined in the Important Notice and Disclaimer may participate, including:</p> <ul style="list-style-type: none"><li>• In Australia, “sophisticated investors”, “experienced investors”, and “professional investors” (for the purposes of sections 708(8), 708(10), and 708(11) respectively of the Australian Corporations Act 2001 (Cth))</li><li>• Outside Australia and the United States, certain institutional and professional investors in New Zealand, Hong Kong, Singapore, and the United Kingdom, and in any event, persons who are not located in the United States and are not acting for the account or benefit of a person in the United States in “offshore transactions” (as defined in Rule 902(h)) under the U.S. Securities Act) in reliance on Regulation S under the U.S. Securities Act of 1933</li></ul>
<b>Security:</b>	The Notes will be unsecured obligations of the Company.
<b>Allotments:</b>	The company progressively allots investments once a minimum threshold of A\$500,000 is reached
<b>Use of Funds:</b>	<p>Funds raised from the investment round will be primarily used for:</p> <ul style="list-style-type: none"><li>• Expansion of Manufacturing Facilities</li><li>• Technology Expansion to new model range and Scale cost reductions</li><li>• Operating Expenses</li></ul>
<b>Contact</b>	<p><b>Dennis Savic   Founder &amp; CEO</b></p> <p> <a href="mailto:dsavic@savicmotorcycles.com">dsavic@savicmotorcycles.com</a></p> <p> <a href="http://www.savicmotorcycles.com">www.savicmotorcycles.com</a></p>