

**AFTERPAY LIMITED (ASX: APT)**

**ASX Announcement**

2 January 2020

**Regulatory Update – California, US**

Afterpay Limited (**Afterpay** or **Company**) provides the following information in response to market queries regarding its regulatory and credit licensing arrangements in California, US.

These queries relate to a recent decision of the California Department of Business Oversight (**DBO**) to deny a license application to another industry participant.

The Company confirms that an Afterpay subsidiary applied for a California finance lender's license through the DBO in 2019. The DBO issued the license on 12 November 2019 and the license is valid.

Afterpay applied for the license to facilitate its potential future expansion into other service offerings in the US that align with the Company's business model.

Afterpay regularly engages in dialogue with federal and state regulators in the US, including the DBO, to ensure that regulators understand Afterpay's products and the Company's commitment to consumer protection and compliance with applicable laws.

**Authorised by:**

Anthony Eisen  
CEO & Managing Director

**ENDS**

For further information, contact:

<b>Investors:</b>	<b>Company:</b>	<b>Media:</b>
Luke Bortoli Chief Financial Officer luke.bortoli@afterpay.com	Christopher Stevens General Counsel & Company Secretary chris.stevens@afterpay.com	Marie Festa marie@catoandclive.com +61 405 494 705