

6 August 2020

ASX RELEASE
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Use of Funds

Sezzle Inc. (ASX:SZL) (Sezzle or Company) // Installment payment platform, Sezzle, provides the following 'Use of Funds' information pursuant to ASX Listing Rule 4.7C.2 supplementary to its Quarterly Business Update released to the ASX on 27 July 2020. All amounts are expressed in US dollars.

Uses / (Sources) of Funds	Prospectus (US\$M)	2Q 2020 (US\$M)	Cumulative Expenditure (US\$M)	Commentary
Sales and marketing to merchants	\$ 6.8	\$ 1.8	\$ 6.3	Expenditures running higher than prospectus, offset by increased net cash proceeds from operations.
Development / engineering	6.5	1.1	3.7	On track according to prospectus.
Data sciences / risk management	4.5	0.4	1.4	Expenditures running lower than prospectus, driven primarily by cost reductions for third party data sources.
End-customer and merchant support	3.3	0.5	1.6	On track according to prospectus.
Administration and overheads	4.8	0.9	3.0	Expenditures running higher than prospectus due to higher expenses associated with supporting growth in the business, also offset by increased net cash proceeds from operations.
Costs of the offer	2.6	-	2.8	Final costs of the offer at IPO were greater than prospectus, incurred in Q3 2019.
Working capital and funding capital	4.6	(8.9)	(7.1)	Increased net cash proceeds from operations provide source of working and funding capital versus prospectus.
Total Uses / (Sources) before Debt Financing Activities	\$ 33.1	\$ (4.2)	\$ 11.7	
Total Debt Financing Activities	\$ -	\$ (12.6)	\$ (20.1)	
Total (Sources) of Funds	\$ -	\$ (16.8)	\$ (8.4)	

A link to the Company's Q2 2020 Appendix 4C filed 27 July 2020 can be found at:
<https://www.asx.com.au/asxpdf/20200727/pdf/44kvnc4b3rcwz2.pdf>

A link to the Company's Prospectus filed 29 July 2019 can be found at:
<https://www.asx.com.au/asxpdf/20190729/pdf/446yvvptcykpcl.pdf>

This announcement was approved by the Company's CEO and Executive Chairman, Charlie Youakim, on behalf of the Sezzle Inc. Board.

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About Sezzle Inc.

Sezzle is a rapidly growing fintech company on a mission to financially empower the next generation. Sezzle's payment platform increases the purchasing power for more than 1.4 million Active Consumers by offering interest-free installment plans at online stores and select in-store locations. Sezzle's transparent, inclusive, and seamless payment option allows consumers to take control over the spending, be more responsible, and gain access to financial freedom. When consumers apply, approval is instant, and their credit scores are not impacted, unless the consumer elects to opt-in to a credit building feature, called Sezzle Up.

This increase in purchasing power for consumers leads to increased sales and basket sizes for the more than 16,000 Active Merchants that offer Sezzle.

For more information visit sezzle.com.

Sezzle's CDIs are issued in reliance on the exemption from registration contained in Regulation S of the US Securities Act of 1933 (Securities Act) for offers of securities which are made outside the US. Accordingly, the CDIs, have not been, and will not be, registered under the Securities Act or the laws of any state or other jurisdiction in the US. As a result of relying on the Regulation S exemption, the CDIs are 'restricted securities' under Rule 144 of the Securities Act. This means that you are unable to sell the CDIs into the US or to a US person who is not a QIB for the foreseeable future except in very limited circumstances until after the end of the restricted period, unless the re-sale of the CDIs is registered under the Securities Act or an exemption is available. To enforce the above transfer restrictions, all CDIs issued bear a FOR Financial Product designation on the ASX. This designation restricts any CDIs from being sold on ASX to US persons excluding QIBs. However, you are still able to freely transfer your CDIs on ASX to any person other than a US person who is not a QIB. In addition, hedging transactions with regard to the CDIs may only be conducted in accordance with the Securities Act.