

12 January 2018

ASX Market Announcements ASX Limited 20 Bridge Street Sydney NSW 2000

Stock Adjustment Claim

Yowie Group Ltd (ASX:YOW, OTC ADR: YWRPY)) (the "Group" or "Yowie") advises that after a standard periodic internal audit of its suppliers, the Group's major US retail customer retrospectively claimed payments based on various stock adjustment factors relating to the last two years.

Negotiations on the quantum and merits of the claim were conducted and have now successfully concluded. Yowie has agreed to pay a total of US\$1.95 million for claims going back two years, to February 2016, to be paid progressively over the next twelve months.

The Board is satisfied that this event will not adversely affect the trading relationship or outlook with the customer nor the recently revised year-end revenue guidance. Increased retail penetration is continuing in the US, Canada and Australia.

Mark Schuessler Global CEO

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