ATLASSIAN issuance of cash exchangeable senior note

- $1.0B aggregate principal amount
- 0.625% coupon
- 5 year maturity to May 1, 2023
  - Initial exchange price of $81.52/share
- Entered into capped calls to increase the effective exchange premium up to $114.42/share
- Net proceeds of $902.8M*
- Settlement method: **cash settled only**

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**Exchange details**

- Initial exchange premium: 42.5% or $81.52 per share (initial exchange rate of 12.2663 shares of Class A ordinary shares per $1,000 principal amount of note)
- Effective exchange premium: 100% or $114.42 per share with the capped calls

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The information herein reflects the initial issuance of $850M of notes and the exercise of the option to purchase an additional $150M of notes by the initial purchasers.

*After deduction of initial purchasers' discount, estimated offering expenses, and the cost of the capped calls.*
### Balance sheet

- **Cash:** $902.4M raised, net of initial purchasers' discount, offering expenses, and the cost of the capped calls
- **Other Assets:** Capped call - derivative asset
- **Liabilities:** Long-term debt and derivative liability
- **Other:** The derivative asset and liability will be marked to market quarterly

### Income statement

**IFRS net income will include:**
- Coupon interest expense at 0.625%  
  - Quarterly cash int. exp. of $1.6M  
- Amortization of debt discount (non-coupon interest expense)  
- Amortization of issuance costs (classified to interest expense)  
- MTM of derivative asset and liability (classified to int. exp.)

**Non-IFRS net income will include:**
- Coupon interest expense at 0.625%

### Share count/dilution

No impact on share count/dilution as the note will be cash settled

### Free cash flow

Semi-annual interest payments due on May 1 and November 1

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