
COLLABORATE CORPORATION RAISES \$641,000 TO DRIVE GROWTH OF ITS PEER-TO-PEER BUSINESSES

- + Placement to existing and new investors closed oversubscribed.
- + Funded to exploit peer-to-peer partnership and investment opportunities.
- + Director continues to demonstrate confidence in the Company and its strategy via participation in the capital raising.

Collaborate Corporation Limited (**Collaborate** or the **Company**) (ASX: **CL8**) is pleased to announce that it has capitalised on the recent increased interest in the Company by raising \$641,000 via an oversubscribed placement to mainly existing and some new investors (**Placement**).

The Company will issue approximately 30.5 million fully paid ordinary shares at an issue price of \$0.021 per share (**Placement Shares**). The Company will also issue approximately 10.2 million free attaching listed CL8O options exercisable at \$0.02 per option and expiring 30 April 2017 (**Placement Options**) on a 1-for-3 basis to investors in the Placement.

The Placement Shares will be issued in two tranches, as follows:

- + Tranche 1: Issue of approximately 28,142,857 Placement Shares and 9,380,952 Placement Options to raise \$591,000 on or around 22 December 2015; and
- + Tranche 2: Issue of 2,380,952 Placement Shares and 793,651 Placement Options and to raise \$50,000, subject to shareholder approval.

Mr Domenic Carosa, a non-executive director of the Company, will subscribe for the Tranche 2 Placement Shares and Placement Options, subject to shareholder approval.

The proceeds from the Placement will be used towards driving the growth of DriveMyCar, MyCaravan and Rentoid websites through marketing, PR and product development activities, supporting the development and monetisation of the PeerPass trust and reputation platform and pursuing investment opportunities that align with the Company's peer-to-peer strategy. Additionally, the proceeds will be used for general working capital and to cover costs of the capital raising, which are minimal as the placement was

managed directly by the Company. The Placement was made to a number of high net worth individuals, with the majority being existing long term shareholders and supporters of the Company.

CEO, Mr Chris Noone said "We are delighted by the continuing strong support of the Company's existing shareholders and the participation of new investors, especially given the proximity to the holiday period. Collaborate is now well placed to enter 2016 focused on implementing its peer-to-peer strategy and concluding transformative partnerships."

The Directors are conscious of the need to balance raising an appropriate amount of funding for the Company whilst ensuring the value for existing shareholders is maximised and reducing the impact of dilution where possible. The Directors wish to ensure that the share price is reflective of the value of the business and opportunities available to the Company, and the Directors do not consider it appropriate to raise excessive funds when the full value of the Company is not reflected in the share price.

The Company will utilise its 10% additional placement capacity in issuing the Tranche 1 Placement Shares and its 15% placement capacity in issuing the Tranche 1 Placement Options. The issue of Tranche 2 Placement Shares and the Placement Options will be subject to shareholder approval.

The Directors are very pleased with the progress that has been made by the Company during 2015 and they look forward to continuing this progress in 2016. The Directors thank all shareholders for their support during the year.

Authorised by:

Chris Noone
CEO and Director
Collaborate Corporation Limited

About Collaborate Corporation Limited

Collaborate Corporation Limited is listed on the Australian Securities Exchange (ASX:CL8). It is Australia's leading listed company focussed on 'collaborative consumption', 'peer-to-peer' or 'sharing economy' businesses. Collaborate currently has three core business segments: www.DriveMyCar.com.au Australia's leading peer-to-peer car rental business; www.MyCaravan.com.au Australia's leading peer-to-peer caravan rental business and www.Rentoid.com, one of Australia's leading peer-to-peer 'rent anything' platforms. Collaborate has a material investment in FundX, a peer-to-peer invoice discounting and SME lending platform. Through our proprietary trust and reputation platform, www.peerpass.com.au we create 'trust' between individuals and make it possible for people to safely transact with each other in the sharing economy.