

SECONDARY TRADING NOTICE AND DISCLOSURE UNDER LISTING RULES 7.1A.4(B) AND 3.10.5A

Collaborate Corporation Limited (ASX: CL8) (**Collaborate** or the **Company**) confirms that it has issued 33,333,333 fully paid ordinary shares (**Shares**) at an issue price of \$0.03 per share together with 8,333,333 free-attaching unquoted options on a 1-for-4 basis, exercisable at \$0.031 and expiring 24 April 2020 and 3,333,333 free-attaching unquoted options on a 1-for-10 basis, exercisable at \$0.05 each and expiring 24 April 2020 (**Options**), to a new strategic investor, RACV Investment Holdings Pty Ltd (**RACV**) (**Placement**).

The Placement raises a total of \$1,000,000, before costs.

Disclosure under ASX Listing Rules 7.1A.4(b) and 3.10.5A

In accordance with ASX Listing Rules 7.1A.4(b) and 3.10.5A, the Company makes the following disclosures in respect of the Placement Shares:

- (a) The dilutive effect of the Placement Shares on existing shareholders is as follows:

	Shares	Dilution
Shares on issue prior to the issue of Placement Shares	458,703,562	-
Placement Shares issued under Listing Rule 7.1A	33,333,333	7.27%
Shares on issue following the issue of Placement Shares	492,036,895	

Details of the approximate percentage of issued capital following the issue of Placement Shares are hereunder stated. This information relates specifically to the 33,333,333 Shares issued under Listing Rule 7.1A.

	%
Existing shareholders who did not subscribe for Placement Shares under Listing Rule 7.1A	93.23%
New shareholder who subscribed for Placement Shares under Listing Rule 7.1A	6.77%
	<u>100.00%</u>

- (b) The Company issued the Placement Shares to a strategic investor having negotiated an issue price for the Placement at a 20% premium to the closing market price on 21 April 2017.

In accordance with the terms of the equity facility agreements, Collaborate notified the subscribers to those agreements of the proposed capital raising and offered those subscribers their respective proportion of the proposed capital

raising. Each of the subscribers to the equity facility agreements declined the offer.

In June 2014, Collaborate made a bonus issue of quoted CL80 options to shareholders. The Company notes that existing shareholders have had the opportunity to subscribe for additional shares upon conversion of CL80 options, which expire on 30 April 2017 and which are exercisable at \$0.02 per option.

Collaborate is grateful for the continuing support of its long-term shareholders and the Company will continue to endeavour to afford existing shareholders the opportunity to participate in future capital raisings.

- (c) No underwriting arrangements were in place in respect of the Placement.
- (d) The Placement was managed directly by the Company so there were no brokerage or management fees incurred in connection with the issue.

The Company also issued a total of 11,666,666 Options to the strategic investor in the Placement using its 15% placement capacity.

Secondary Trading Notice Pursuant to Paragraph 708A(5)(e) of the Corporations Act 2001 ("Act")

The Act restricts the on-sale of securities issued without disclosure, unless the sale is exempt under section 708 or 708A of the Act. By giving this notice, a sale of the Shares and Options noted above will fall within the exemption in section 708A(5) of the Act.

The Company hereby notifies ASX under paragraph 708A(5)(e) of the Act that:

- (a) the Company issued the Shares and Options without disclosure to investors under Part 6D.2 of the Act;
- (b) as at the date of this Notice, the Company has complied with the provisions of Chapter 2M of the Act as they apply to the Company, and section 674 of the Act; and
- (c) as at the date of this Notice, there is no information:
 - (i) that has been excluded from a continuous disclosure notice in accordance with the ASX Listing Rules; and
 - (ii) that investor and their professional advisers would reasonably require for the purpose of making an informed assessment of:
 - a. the assets and liabilities, financial position and performance, profits and losses and prospects of the Company; or
 - b. the rights and liabilities attaching to the relevant Shares and Options.

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 focused on 'collaborative consumption', 'peer-to-peer' or 'sharing economy' businesses. Collaborate currently has two core business segments: www.DriveMyCar.com.au Australia's leading peer-to-peer car rental business and www.MyCaravan.com.au Australia's leading peer-to-peer caravan rental business and will launch www.Mobilise.com in 2017, a rental marketplace for under-utilised assets. 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.