Rule 2.7, 3.10.3, 3.10.4, 3.10.5

Appendix 3B

New issue announcement,
application for quotation of additional securities
and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 01/07/96 Origin: Appendix 5 Amended 01/07/98, 01/09/99, 01/07/00, 30/09/01, 11/03/02, 01/01/03, 24/10/05, 01/08/12, 04/03/13

Name of entity

COLLABORATE CORPORATION LIMITED

ABN

60 066 153 982

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

1	+Class of +securities issued or to be issued	Employee Options.
2	Number of +securities issued or to be issued (if known) or maximum number which may be issued	7,359,602 Employee Options.
3	Principal terms of the +securities (e.g. if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion)	Employee Options exercisable at $0.01 per option on or before 2 September 2022.

+ See chapter 19 for defined terms.

4	Do the +securities rank equally in all respects from the +issue date with an existing +class of quoted +securities? If the additional +securities do not rank equally, please state: • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment	No. Options over unissued shares may only be exercised in accordance with their terms and conditions. Upon conversion of the options to shares, the shares will rank equally with existing shares.
5	Issue price or consideration	Nil.
6	Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)	The Employee Options have been issued to eligible employees of the Company under the Collaborate Corporation Limited Incentive Option Plan (**Plan**). The Plan was approved by shareholders at the AGM held on 19 November 2018.
6a	Is the entity an +eligible entity that has obtained security holder approval under rule 7.1A? If Yes, complete sections 6b – 6h *in relation to the +securities the subject of this Appendix 3B*, and comply with section 6i	Yes.
6b	The date the security holder resolution under rule 7.1A was passed	19 November 2018.
6c	Number of +securities issued without security holder approval under rule 7.1	Nil.
6d	Number of +securities issued with security holder approval under rule 7.1A	Nil.

+ See chapter 19 for defined terms.

6e	Number of ⁺securities issued with security holder approval under rule 7.3, or another specific security holder approval (specify date of meeting)	Nil.

6f	Number of ⁺securities issued under an exception in rule 7.2	7,359,602 Employee Options.

6g	If ⁺securities issued under rule 7.1A, was issue price at least 75% of 15 day VWAP as calculated under rule 7.1A.3? Include the ⁺issue date and both values. Include the source of the VWAP calculation.	Not applicable.

6h	If ⁺securities were issued under rule 7.1A for non-cash consideration, state date on which valuation of consideration was released to ASX Market Announcements	Not applicable.

6i	Calculate the entity's remaining issue capacity under rule 7.1 and rule 7.1A – complete Annexure 1 and release to ASX Market Announcements	Rule 7.1: 66,871,563 Rule 7.1A: 15,984,908

7	⁺Issue dates Note: The issue date may be prescribed by ASX (refer to the definition of issue date in rule 19.12). For example, the issue date for a pro rata entitlement issue must comply with the applicable timetable in Appendix 7A. Cross reference: item 33 of Appendix 3B.	2 September 2019.

+ See chapter 19 for defined terms.

		Number	+Class
8	Number and +class of all +securities quoted on ASX (*including* the +securities in section 2 if applicable)	987,589,365	Fully paid ordinary shares
9	Number and +class of all +securities not quoted on ASX (*including* the +securities in section 2 if applicable)	883,333	Executive A options exercisable at $0.0198 each on or before 28 November 2019
		883,333	Executive A options exercisable at $0.0198 each on or before 28 November 2020
		883,333	Executive B options exercisable at $0.0298 each on or before 28 November 2019
		883,333	Executive B options exercisable at $0.0298 each on or before 28 November 2020
		316,622	Employee options exercisable at $0.0248 each on or before 1 March 2020
		8,333,333	New A options exercisable at $0.031 each on or before 24 April 2020
		3,333,333	New B options exercisable at $0.050 each on or before 24 April 2020
		1,000,000	Management options exercisable at $0.0358 at the earlier of 1 May 2020 and cessation of employment

+ See chapter 19 for defined terms.

		Number	+Class
9	Number and +class of all +securities not quoted on ASX (*including* the +securities in section 2 if applicable)	2,408,294	Employee options exercisable at $0.0386 each on or before 1 September 2020
		7,000,000	Officer A options exercisable at $0.0494 on or before 23 November 2020
		10,500,000	Officer B options exercisable at $0.0792 on or before 23 November 2020
		106,566,006	Unquoted options exercisable at $0.015 each on or before 18 December 2020
		2,264,656	Employee options exercisable at $0.0211 each on or before 3 September 2021
		318,272	Employee options exercisable at $0.0188 each on or before 1 October 2021
		260,031	Employee options exercisable at $0.0163 each on or before 1 February 2022
		1,000,000	Employee options exercisable at $0.0125 each on or before 7 May 2022
		1,000,000	Employee options exercisable at $0.0150 each on or before 7 May 2022
		140,074	Employee options exercisable at $0.0100 each on or before 1 June 2022

+ See chapter 19 for defined terms.

Number	⁺Class
7,359,602	Employee options exercisable at $0.0100 each on or before 2 September 2022

Notes:

*1,634,797 Employee options exercisable at $0.0223 each on or before 1 September 2019 all expired in accordance with the terms of those options.

10   Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)

Not applicable.

Part 2 - Pro rata issue

Questions 11 to 33 – Not applicable

Part 3 - Quotation of securities
You need only complete this section if you are applying for quotation of securities

34   Type of ⁺securities
      (*tick one*)

(a)   ☐   ⁺Securities described in Part 1

(b)   ☐   All other ⁺securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Questions 35 to 37 - Not applicable

Entities that have ticked box 34(b)

Questions 38 to 42 - Not applicable

Quotation agreement

1   +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.

2   We warrant the following to ASX.

- The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.

- There is no reason why those +securities should not be granted +quotation.

- An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

    Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

- Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.

- If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.

3   We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.

4   We give ASX the information and documents required by this form. If any information or document is not available now, we will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

Sign here: .... Date: 2 September 2019
                        (Company secretary)

Print name: **Karen Logan**

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+ See chapter 19 for defined terms.

Appendix 3B – Annexure 1

Calculation of placement capacity under rule 7.1 and rule 7.1A for eligible entities

Introduced 01/08/12 Amended 04/03/13

Part 1

Rule 7.1 – Issues exceeding 15% of capital	
Step 1: Calculate "A", the base figure from which the placement capacity is calculated	
Insert number of fully paid +ordinary securities on issue 12 months before the +issue date or date of agreement to issue	619,117,857

Add the following:
 	
• Number of fully paid +ordinary securities issued in that 12 month period under an exception in rule 7.2
 	
• Number of fully paid +ordinary securities issued in that 12 month period with shareholder approval
 	
• Number of partly paid +ordinary securities that became fully paid in that 12 month period
 	
Note:
• *Include only ordinary securities here – other classes of equity securities cannot be added*
• *Include here (if applicable) the securities the subject of the Appendix 3B to which this form is annexed*
• *It may be useful to set out issues of securities on different dates as separate line items*
	237,238,812
	
	    • 68,634,699 Shares issued on 29 October 2018, exception 1.
	
	    • 800,000 Shares issued on 21 November 2018, exception 3.
	
	    • 7,955,033 Shares issued on 22 January 2019, exception 3.
	
	    • 159,849,080 Shares issued on 27 August 2019, exception 1.

Subtract the number of fully paid +ordinary securities cancelled during that 12 month period	Nil.
"A"	**856,356,669**

+ See chapter 19 for defined terms.

Step 2: Calculate 15% of "A"	
"B"	0.15 [Note: this value cannot be changed]
Multiply "A" by 0.15	**128,453,500**

Step 3: Calculate "C", the amount of placement capacity under rule 7.1 that has already been used	
Insert number of ⁺equity securities issued or agreed to be issued in that 12 month period *not counting* those issued: • Under an exception in rule 7.2 • Under rule 7.1A • With security holder approval under rule 7.1 or rule 7.4 *Note:* • *This applies to equity securities, unless specifically excluded – not just ordinary securities* • *Include here (if applicable) the securities the subject of the Appendix 3B to which this form is annexed* • *It may be useful to set out issues of securities on different dates as separate line items*	61,581,937 • 22,500,000 fully paid ordinary shares issued on 10 January 2019. • 3,535,714 fully paid ordinary shares issued on 31 January 2019. • 32,349,241 fully paid ordinary shares issued on 28 June 2019. • 3,196,982 fully paid ordinary shares to be issued on or around 27 August 2019.
"C"	**61,581,937**

Step 4: Subtract "C" from ["A" x "B"] to calculate remaining placement capacity under rule 7.1	
"A" x 0.15 *Note: number must be same as shown in Step 2*	128,453,500
Subtract "C" *Note: number must be same as shown in Step 3*	61,581,937
Total ["A" x 0.15] – "C"	**66,871,563** [Note: this is the remaining placement capacity under rule 7.1]

+ See chapter 19 for defined terms.

Part 2

Rule 7.1A – Additional placement capacity for eligible entities	
Step 1: Calculate "A", the base figure from which the placement capacity is calculated	
"A" *Note: number must be same as shown in Step 1 of Part 1*	856,356,669
Step 2: Calculate 10% of "A"	
"D"	0.10 *Note: this value cannot be changed*
Multiply "A" by 0.10	**85,635,667**
Step 3: Calculate "E", the amount of placement capacity under rule 7.1A that has already been used	
Insert number of ⁺equity securities issued or agreed to be issued in that 12 month period under rule 7.1A *Notes:* • *This applies to equity securities – not just ordinary securities* • *Include here – if applicable – the securities the subject of the Appendix 3B to which this form is annexed* • *Do not include equity securities issued under rule 7.1 (they must be dealt with in Part 1), or for which specific security holder approval has been obtained* • *It may be useful to set out issues of securities on different dates as separate line items*	69,650,759 fully paid ordinary shares issued on 28 June 2019.
"E"	**69,650,759**

Step 4: Subtract "E" from ["A" x "D"] to calculate remaining placement capacity under rule 7.1A	
"A" x 0.10 *Note: number must be same as shown in Step 2*	85,635,667
Subtract "E" *Note: number must be same as shown in Step 3*	69,650,759
Total ["A" x 0.10] – "E"	**15,984,908** *Note: this is the remaining placement capacity under rule 7.1A*