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

LIONHUB GROUP LIMITED

ABN

29 119 999 441

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 Class A Convertible Notes

2 Number of *securities issued or to be issued (if known) or maximum number which may be issued

3,600,000 Class A Notes

⁺ See chapter 19 for defined terms.

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 the +convertible securities, conversion price and dates for conversion)

The following terms and conditions apply to the Class A Notes:

- (a) Each Note will have a face value of \$0.05;(b) Notes are unsecured;
- (c) Notes have a term of 5 years or 9 months from the date of issue if shareholder approval is not obtained;
- (d) Class A Notes pay interest at 9% pa payable at the end of each quarter and on conversion or redemption;
- (e) LHB shall have the right to redeem the Notes at any time after 30 months following the date of issue, subject to giving each Noteholder not less than 21 day's notice in writing.
- (f) Subject to shareholder approval, the face value of the Notes together with any accrued but unpaid interest (net of any withholding tax) will be converted at 80% of the volume weighted average price of LHB's ordinary shares over the 15 trading days prior to the date of conversion at the option of each noteholder in multiples of 50,000 at any time during the term;
- (g) LHB will obtain shareholder approval to the convertibility of the Notes as soon as practicable following their issuance.
- (h) The Notes will be repayable on demand following the occurrence of an event of default;
- (i) LHB will deduct interest withholding tax on interest amounts where applicable;
- (j) The convertibility of the Notes is conditional on shareholder approval within three months of the date of issue;
- (k) The Notes will be repaid after nine months from the date of issue if shareholder approval has not been obtained to the convertibility of the Note

⁺ See chapter 19 for defined terms.

If the additional +securities do not rank equally, please state:

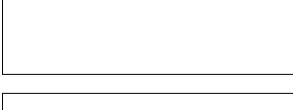
- the date from which they do
- the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment
- the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment
- Issue price or consideration 5

6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)

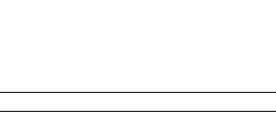
6a Is the entity an +eligible entity that has obtained security holder approval under rule 7.1A?

> If Yes, complete sections 6b - 6h in relation to the *+securities* the subject of this Appendix 3B, and comply with section 6i

- The date the security holder 6b resolution under rule 7.1A was passed
- 6c Number of +securities issued without security holder approval under rule 7.1



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Class A - \$0.05 per Note

Ongoing Working Capital

No

⁺ See chapter 19 for defined terms.

- 6d Number of +securities issued with security holder approval under rule 7.1A
- 6e Number of *+*securities issued with security holder approval under rule 7.3, or another specific security holder approval (specify date of meeting)
- 6f Number of +securities issued under an exception in rule 7.2
- 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.
- 6h If +securities were issued under for non-cash rule 7.1A consideration, state date on which valuation of consideration was released to **ASX Market Announcements**
- Calculate the entity's remaining 6i issue capacity under rule 7.1 and rule 7.1A – complete Annexure 1 and release to ASX Market Announcements

+Issue dates 7

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.

6 August 2019

⁺ See chapter 19 for defined terms.

		Number	+Class
8	Number and ⁺ class of all ⁺ securities quoted on ASX	826,349,731	Ordinary
	(<i>including</i> the ⁺ securities in section 2 if applicable)	21,903,698	Options exercisable at \$0.22 exp 4 Dec 2020
		Number	+Class
9	Number and ⁺ class of all ⁺ securities not quoted on ASX (<i>including</i> the ⁺ securities in section 2 if applicable)	46,000,000	Class A Convertible Notes: 5 year term, Interest 9% pa payable at the end of each quarter and on conversion or redemption, conversion at 80% of 15 day VWAP.
		4,000,000	Class B Notes 5 year term, Interest 13.8% pa payable on conversion or redemption, conversion at 80% of 15 day VWAP.

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

L	N/A
:	

Part 2 - Pro rata issue

11	Is security holder approval required?
12	Is the issue renounceable or non- renounceable?
13	Ratio in which the ⁺ securities will be offered
14	⁺ Class of ⁺ securities to which the offer relates
15	⁺ Record date to determine entitlements
N-5405	863:1

⁺ See chapter 19 for defined terms.

Appendix 3B New issue announcement

16	Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	
17	Policy for deciding entitlements in relation to fractions	
18	Names of countries in which the entity has security holders who will not be sent new offer documents	
	Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7.	
10	Closing date for receipt of	
19	Closing date for receipt of acceptances or renunciations	
20	Names of any underwriters	
21	Amount of any underwriting fee or commission	
22	Names of any brokers to the issue	
23	Fee or commission payable to the broker to the issue	
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of security holders	
	If the increase in	Γ
25	If the issue is contingent on security holders' approval, the date of the meeting	
26	Date entitlement and acceptance	
	form and offer documents will be sent to persons entitled	

⁺ See chapter 19 for defined terms.

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- 28 Date rights trading will begin (if applicable)
- 29 Date rights trading will end (if applicable)
- 30 How do security holders sell their entitlements *in full* through a broker?
- 31 How do security holders sell *part* of their entitlements through a broker and accept for the balance?
- 32 How do security holders dispose of their entitlements (except by sale through a broker)?

33 ⁺Issue date

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

⁺ See chapter 19 for defined terms.

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

Tick to indicate you are providing the information or documents

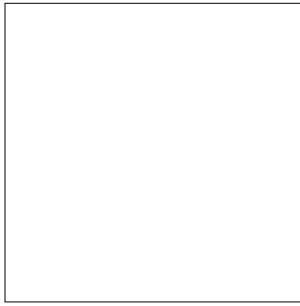
35	If the *securities are *equity securities, the names of the 20 largest holders of the additional *securities, and the number and percentage of additional *securities held by those holders
36	If the *securities are *equity securities, a distribution schedule of the additional *securities setting out the number of holders in the categories 1 - 1,000 1,001 - 5,000 5,001 - 10,000 10,001 - 100,000 100,001 and over
37	A copy of any trust deed for the additional ⁺ securities

Entities that have ticked box 34(b)

- 38 Number of ⁺securities for which ⁺quotation is sought
- 39 ⁺Class of ⁺securities for which quotation is sought
- 40 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



⁺ See chapter 19 for defined terms.

- 41 Reason for request for quotation now Example: In the case of restricted securities, end of restriction period (if issued upon conversion of another ⁺security, clearly identify that other ⁺security)
- 42 Number and ⁺class of all ⁺securities quoted on ASX (*including* the ⁺securities in clause 38)

		-

Number	+Class

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.
- 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.

..... Date: 6 August 2019

Sign here:

(Director/Company secretary)

Print name:

Andrew J. Cooke == == == == ==

⁺ See chapter 19 for defined terms.