

18 December 2020

NOTIFICATION UNDER SECTION 708A(5)(e) OF THE CORPORATIONS ACT 2001 (Cth)

This notice is given by Viva Leisure Limited ACN 607 079 792 (**ASX:VVA**) (**Company**) under section 708A(5)(e) of the *Corporations Act 2001* (Cth) (**Corporations Act**).

The Company yesterday issued 100,000 fully paid ordinary shares in the Company (**Shares**). The Shares were issued pursuant to the exercise of 100,000 premium priced options with a \$1.34 exercise price and 2 May 2023 expiry date (**Options**), raising \$134,000.

The Company confirms that:

1. the Shares were issued without disclosure under Part 6D.2 of the Corporations Act;
2. this notice is being given under section 708A(5)(e) of the Corporations Act;
3. as at the date of this notice, the Company has complied with:
 - (a) the provisions of Chapter 2M of the Corporations Act as they apply to the Company; and
 - (b) section 674 of the Corporations Act; and
4. as at the date of this notice, other than as described below, there is no excluded information of the type referred to in sections 708A(7) and 708A(8) of the Corporations Act which is required to be set out in this notice under section 708A(6)(e) of the Corporations Act.

The Company is in advanced negotiations with the vendors of a health club group in relation to an acquisition opportunity. The terms of the transaction are expected to involve consideration with a value of approximately \$6 million. The conditions to the transaction will include customary conditions including the receipt of all necessary consents for the transaction. The transaction remains subject to the satisfactory completion of due diligence investigations and the execution of a binding agreement. There can be no certainty that any binding agreement will be reached, or that any concluding transaction will eventuate. The Company will make a further announcement in the event that the negotiations complete and a binding agreement is executed.

This announcement has been authorised for release to ASX by the Board of Directors of the Company.

For further information, please contact:

Kym Gallagher, CFO and Company Secretary, +61 2 6163 8011 investor.relations@vivaleisure.com.au

About Viva Leisure:

Founded in 2004, Viva Leisure operates health clubs (gymnasiums) within the health and leisure industry. Viva Leisure's mission is to connect health and fitness to as many people as possible and aims to provide its members with affordable, accessible and awesome facilities.

Viva Leisure offers customers several different membership options and a range of different types of facilities from big-box fitness facilities to boutique fitness facilities. The Company currently operates 91 health clubs within the Australian Capital Territory, New South Wales, Victoria and Queensland, together with the master franchise for the Plus Fitness group of approximately 200 clubs.