Announcement Summary

Entity name

SECURITY MATTERS LIMITED

Date of this announcement

Friday July 09, 2021

The +securities the subject of this notification are:
☑ Other

Total number of +securities to be issued/transferred

ASX +security code	Security description	Total number of +securities to be issued/transferred	Issue date
New class - code to be confirmed	Unquoted Options, exercise price $.60, expiry date 9/7/2024	1,000,000	09/07/2021

Refer to next page for full details of the announcement

Part 1 - Entity and announcement details

1.1 Name of entity

SECURITY MATTERS LIMITED

We (the entity named above) give notice of the issue, conversion or payment up of the following unquoted +securities.

1.2 Registered number type

ABN

Registration number

78626192998

1.3 ASX issuer code

SMX

1.4 The announcement is
☑ New announcement

1.5 Date of this announcement

9/7/2021

Part 2 - Issue details

2.1 The +securities the subject of this notification are:
☑ Other

Please specify

Issue of 1,000,000 Unquoted Options to an advisor to the Company.

2.2a This notification is given in relation to an issue of +securities in a class which is not quoted on ASX and which:
☑ does not have an existing ASX security code ("new class")

Part 3C - number and type of +securities the subject of this notification (new class) where issue has not previously been notified to ASX in an Appendix 3B

New +securities

ASX +security code

New class - code to be confirmed

+Security description

Unquoted Options, exercise price $.60, expiry date 9/7/2024

+Security type

Options

ISIN code

Date the +securities the subject of this notification were issued

9/7/2021

Will all the +securities issued in this class rank equally in all respects from their issue date?

☑ Yes

Have you received confirmation from ASX that the terms of the +securities are appropriate and equitable under listing rule 6.1?

☑ No

Please provide a URL link for a document lodged with ASX setting out the material terms of the +securities being issued.

N/A

Options Details

+Security currency

AUD - Australian Dollar

Exercise price

AUD 0.60000000

Expiry date

9/7/2024

Details of the existing class of +security that will be issued upon exercise or conversion of this new class of company option
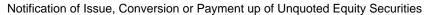
Other

Description

(ASX:SMX) One fully paid ordinary share

Any other information the entity wishes to provide about the +securities the subject of this notification

Unquoted options are fully vested.

Please provide any further information needed to understand the circumstances in which you are notifying the issue of these +securities to ASX, including why the issue of the +securities has not been previously announced to the market in an Appendix 3B

N/A

Issue details

Number of +securities

1,000,000

Were the +securities issued for a cash consideration?

☑ No

Please describe the consideration being provided for the +securities

Nil consideration. Unlisted options to be issued as compensation for advisory services to be rendered by the allottees

Purpose of the issue

To pay for services rendered

Additional Details

N/A

Part 4 - +Securities on issue

Following the issue, conversion or payment up of the +securities the subject of this application, the +securities of the entity will comprise:
(A discrepancy in these figures compared to your own may be due to a matter of timing if there is more than one application for quotation/issuance currently with ASX for processing.)

4.1 Quoted +Securities (Total number of each +class of +securities quoted)

ASX +security code and description	Total number of +securities on issue
SMX : ORDINARY FULLY PAID	156,159,014

4.2 Unquoted +Securities (Total number of each +class of +securities issued but not quoted on ASX)

ASX +security code and description	Total number of +securities on issue
SMXAY : OPTION EXPIRING 02-OCT-2022 EX $0.50	300,000
SMXAZ : OPTION EXPIRING 28-JAN-2025 EX $0.39	150,000
SMXAAA : OPTION EXPIRING 31-DEC-2024 EX $0.357	50,000
SMXAAB : OPTION EXPIRING 28-JAN-2024 EX $0.31	600,000
SMXAAC : OPTION EXPIRING 07-DEC-2023 EX $0.60	1,000,000
SMXAAD : OPTION EXPIRING 30-NOV-2023 EX $0.60	500,000
SMXAAK : OPTION EXPIRING 01-JUN-2025 EX $0.20	2,500,000
SMXAK : OPTION EXPIRING 24-OCT-2025 EX $0.36	100,000
SMXAAL : OPTION EXPIRING 31-DEC-2025 EX $0.36	105,000
SMXAAJ : OPTION EXPIRING 11-JAN-2024 EX $0.60	500,000
SMXAAI : OPTION EXPIRING 04-JAN-2024 EX $0.70	1,000,000
SMXAAF : OPTION EXPIRING 24-NOV-2025 EX $0.345	100,000
SMXAAG : OPTION EXPIRING 04-JAN-2024 EX $0.60	500,000

SMXAAH : OPTION EXPIRING 04-JAN-2025 EX $0.50	100,000
SMXAAE : OPTION EXPIRING 24-DEC-2023 EX $0.70	1,341,815
SMXAL : OPTION EXPIRING 15-OCT-2021 EX $0.30	4,215,293
SMXAM : OPTION EXPIRING 28-JAN-2022 EX $0.31	250,000
SMXAN : OPTION EXPIRING 27-JUN-2022 EX $0.40	500,000
SMXAO : OPTION EXPIRING 02-OCT-2022 EX $0.31	675,000
SMXAP : OPTION EXPIRING 12-FEB-2023 EX $0.60	4,926,466
SMXAQ : OPTION EXPIRING 25-MAR-2023 EX $0.60	1,391,255
SMXAR : OPTION EXPIRING 01-JUN-2023 EX $0.60	3,250,000
SMXAS : OPTION EXPIRING 01-SEP-2023 EX $0.20	4,832,479
SMXAT : OPTION EXPIRING 15-OCT-2023 EX $0.20	15,712,844
SMXAU : OPTION EXPIRING 23-NOV-2023 EX $0.60	3,089,591
SMXAE : OPTION EXPIRING 26-Mar-2025 EX 34C	700,000
SMXAF : OPTION EXPIRING 26-MAR-2025 EX 60C	200,000
New class - code to be confirmed : Unquoted Options, exercise price $.60, expiry date 9/7/2024	1,000,000

Part 5 - Other Listing Rule requirements

5.1 Were the +securities issued under an exception in Listing Rule 7.2 and therefore the issue did not need any security holder approval under Listing Rule 7.1?
☑ No

5.2 Has the entity obtained, or is it obtaining, +security holder approval for the issue under listing rule 7.1?
☑ No

5.2b Are any of the +securities being issued without +security holder approval using the entity's 15% placement capacity under listing rule 7.1?
☑ Yes

5.2b.1 How many +securities are being issued without +security holder approval using the entity's 15% placement capacity under listing rule 7.1?

1,000,000

5.2c Are any of the +securities being issued without +security holder approval using the entity's additional 10% placement capacity under listing rule 7.1A (if applicable)?
☑ No