



Update Summary

Entity name

CRESO PHARMA LIMITED

Announcement Type

Update to previous announcement

Date of this announcement

Thursday January 21, 2021

Reason for update to a previous announcement

The previous Appendix 3B provided an indicative expiry date for the CPHOA Listed Options. The revised Appendix 3B confirms the actual expiry date and CPHOA Listed Option Terms.

Refer to next page for full details of the announcement

Part 1 - Entity and announcement details

1.1 Name of +Entity

CRESO PHARMA LIMITED

We (the entity named above) give ASX the following information about a proposed issue of +securities and, if ASX agrees to +quote any of the +securities (including any rights) on a +deferred settlement basis, we agree to the matters set out in Appendix 3B of the ASX Listing Rules.

1.2 Registered Number Type

ABN

Registration Number

89609406911

1.3 ASX issuer code

CPH

1.4 The announcement is☒ Update/amendment to previous announcement**1.4a Reason for update to a previous announcement**

The previous Appendix 3B provided an indicative expiry date for the CPHOA Listed Options. The revised Appendix 3B confirms the actual expiry date and CPHOA Listed Option Terms.

1.4b Date of previous announcement(s) to this update

Thursday November 26, 2020

1.5 Date of this announcement

Thursday January 21, 2021

1.6 The Proposed issue is:☒ A placement or other type of issue



Part 7 - Details of proposed placement or other issue

Part 7A - Conditions

7A.1 - Are any of the following approvals required for the placement or other type of issue?

- +Security holder approval
- Court approval
- Lodgement of court order with +ASIC
- ACCC approval
- FIRB approval
- Another approval/condition external to the entity

☒ Yes

7A.1a Conditions

Approval/Condition	Date for determination	Is the date estimated or actual?	** Approval received/condition met?
+Security holder approval	Wednesday December 23, 2020	<input checked="" type="checkbox"/> Actual	Yes

Comments

The Company obtained shareholder approval for the issue of securities the subject of this Appendix 3B at the Company's General Meeting held on 23 December 2020.

Part 7B - Issue details

Is the proposed security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional securities in a class that is already quoted or recorded by ASX)?

☒ Existing class

Will the proposed issue of this +security include an offer of attaching +securities?

☒ No

Details of +securities proposed to be issued

ASX +security code and description

CPH : ORDINARY FULLY PAID

Number of +securities proposed to be issued

2,000,000

Reason for the update of 'Maximum Number of +securities proposed to be issued'

No update was made to the number of Shares.

Offer price details



Are the +securities proposed to be issued being issued for a cash consideration?

☒ No

Please describe the consideration being provided for the +securities

As approved by shareholders on 23 December 2020, the Company issued 2,000,000 Shares to EverBlu Capital Pty Ltd (or its nominee) in part consideration for its corporate advisory services for the 6 months-period ending 31 December 2020. For further information, please refer to resolution 8 of the Notice of Meeting.

Please provide an estimate of the AUD equivalent of the consideration being provided for the +securities

Will these +securities rank equally in all respects from their issue date with the existing issued +securities in that class?

☒ Yes

Is the proposed security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional securities in a class that is already quoted or recorded by ASX)?

☒ Existing class

Will the proposed issue of this +security include an offer of attaching +securities?

☒ No

Details of +securities proposed to be issued

ASX +security code and description

CPH : ORDINARY FULLY PAID

Number of +securities proposed to be issued

250,000,000

Reason for the update of 'Maximum Number of +securities proposed to be issued'

No update was made to the number of shares.

Offer price details

Are the +securities proposed to be issued being issued for a cash consideration?

☒ Yes

In what currency is the cash consideration being paid?

AUD - Australian Dollar

What is the issue price per +security?

AUD 0.02400

Will these +securities rank equally in all respects from their issue date with the existing issued +securities in that class?

☒ Yes



Is the proposed security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional securities in a class that is already quoted or recorded by ASX)?

☒ Existing class

Will the proposed issue of this +security include an offer of attaching +securities?

☒ No

Details of +securities proposed to be issued

ASX +security code and description

CPH : ORDINARY FULLY PAID

Number of +securities proposed to be issued

4,000,000

Reason for the update of 'Maximum Number of +securities proposed to be issued'

No update was made to the number of shares.

Offer price details

Are the +securities proposed to be issued being issued for a cash consideration?

☒ No

Please describe the consideration being provided for the +securities

As approved by shareholders on 23 December 2020, up to 4,000,000 Shares can be issued to EverBlu Capital Pty Ltd (or its nominee) for lead manager services to be provided in respect of a proposed upcoming placement. The shareholder approval in regards with this proposed issue of shares will expire on 23 March 2021. For further information, please refer to resolution 12 of the Notice of Meeting.

Please provide an estimate of the AUD equivalent of the consideration being provided for the +securities

Will these +securities rank equally in all respects from their issue date with the existing issued +securities in that class?

☒ Yes

Is the proposed security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional securities in a class that is already quoted or recorded by ASX)?

☒ Existing class

Will the proposed issue of this +security include an offer of attaching +securities?

☒ Yes

Details of +securities proposed to be issued

**ASX +security code and description**

CPH : ORDINARY FULLY PAID

Number of +securities proposed to be issued

3,436,427

Reason for the update of 'Maximum Number of +securities proposed to be issued'

No update was made to the number of shares.

Offer price details**Are the +securities proposed to be issued being issued for a cash consideration?**

☒ No

Please describe the consideration being provided for the +securities

As approved by shareholders on 23 December 2020, the Company issued 3,436,427 Shares and intends to issue 13,745,708 Options to Azalea Consulting Pty Ltd (or its nominees) in consideration for out-of-scope company secretarial and corporate advisory services provided to the Company . For further information, please refer to resolution 13 of the Notice of Meeting.

Please provide an estimate of the AUD equivalent of the consideration being provided for the +securities**Will these +securities rank equally in all respects from their issue date with the existing issued +securities in that class?**

☒ Yes

Attaching +Security**Is the proposed attaching security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional +securities in a class that is already quoted or recorded by ASX)?**

☒ New class

Attaching +Security - New class (+securities in a class that is not yet quoted or recorded by ASX)**Details of attaching +securities proposed to be issued****ISIN Code (if Issuer is a foreign company and +securities are non CDIs)**

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

☒ No

Will the entity be seeking quotation of the 'new' class of +securities on ASX?

☒ Yes

ASX +security code

New class-code to be confirmed

+Security description

CPHOA Listed Options



+Security type

Options

Number of +securities proposed to be issued

13,745,708

Reason for the update of 'Maximum Number of +securities proposed to be issued'

No update was made to the number of options.

Offer price details**Are the +securities proposed to be issued being issued for a cash consideration?**

☒ No

Please describe the consideration being provided for the +securities

Refer to the description of the consideration above for the agreement to issue 3,436,427 Shares and 13,745,708 Options to Azalea Consulting Pty Ltd (or its nominees) .

Please provide an estimate of the AUD equivalent of the consideration being provided for the +securities**Will all the +securities issued in this class rank equally in all respects from their issue date?**

☒ Yes

Options details**+Security currency**

AUD - Australian Dollar

Exercise price

AUD 0.0500

Expiry date

Sunday January 22, 2023

Details of the type of +security that will be issued if the option is exercised

CPH : ORDINARY FULLY PAID

Number of securities that will be issued if the option is exercised

13,745,708 Shares.

Please provide a URL link for a document lodged with ASX setting out the material terms of the +securities proposed to be issued or provide the information by separate announcement.

https://cdn-api.markitdigital.com/apiman-gateway/ASX/asx-research/1.0/file/2924-02312279-6A1008468?access_token=83ff96335c2d45a094df02a206a39ff4



Part 7C - Timetable

7C.1 Proposed +issue date

Wednesday December 23, 2020

Part 7D - Listing Rule requirements

7D.1 Has the entity obtained, or is it obtaining, +security holder approval for the entire issue under listing rule 7.1?

☒ Yes

7D.1a Date of meeting or proposed meeting to approve the issue under listing rule 7.1

Wednesday December 23, 2020

7D.2 Is a party referred to in listing rule 10.11 participating in the proposed issue?

☒ Yes

7D.3 Will any of the +securities to be issued be +restricted securities for the purposes of the listing rules?

☒ No

7D.4 Will any of the +securities to be issued be subject to +voluntary escrow?

☒ No

Part 7E - Fees and expenses

7E.1 Will there be a lead manager or broker to the proposed issue?

☒ Yes

7E.1a Who is the lead manager/broker?

EverBlu Capital Pty Ltd has been engaged as lead manager to the Placement in relation to Resolution 11 under the Notice of Meeting.

7E.1b What fee, commission or other consideration is payable to them for acting as lead manager/broker?

Pursuant to Resolution 10 of the Notice of Meeting, EverBlu Capital Pty Ltd will be paid a capital raising fee of 4% of the gross proceeds raised under the proposed upcoming Placement, a management fee of 2% of the gross proceeds raised under the Placement announced on 7 October 2020 and subject to shareholder approval, up to 4,000,000 shares (being two shares for every three dollars raised under the proposed upcoming Placement).

7E.2 Is the proposed issue to be underwritten?

☒ No



7E.4 Details of any other material fees or costs to be incurred by the entity in connection with the proposed issue

Part 7F - Further Information**7F.01 The purpose(s) for which the entity is issuing the securities**

Refer to the Notice of General Meeting released to ASX on 23 November 2020.

7F.1 Will the entity be changing its dividend/distribution policy if the proposed issue proceeds?

☒ No

7F.2 Any other information the entity wishes to provide about the proposed issue

Pursuant to Resolution 10 of the Notice of General Meeting, the quantum of future placement shares to be issued is based on a maximum amount to be raised of \$6,000,000, at an issue price which will not be less than 75% of the 15 trading day VWAP immediately before the date on which the issue price is agreed by the Company. Accordingly, the amount of 250,000,000 Shares set out in this Appendix 3B is indicative only and is based on an indicative issue price of \$0.024, which is 75% of the 15 trading day VWAP of CPH Shares as at 23 November 2020.

5,436,427 Shares pursuant to this Appendix 3B were issued on 23 December 2020. The Company intends to issue 13,745,708 CPHOA Listed Options which are the subject of this Appendix 3B on 22 January 2021.