
UPDATE ON RELATED PARTY FINANCING FACILITY

Collaborate Corporation Limited (ASX:CL8) (**Collaborate** or the **Company**) provides an update in relation to the financing facility of \$850,000 (**Financing Facility**) and the separate advance of \$150,000 previously provided to the Company (**Advance**) from Hishenk Pty Ltd (**Hishenk**), a company related to Stephen Abolakian, a director of the Company. The terms of the Financing Facility and Advance were previously announced on 14 March 2019.

The Company has negotiated an extension of the repayment date of the Financing Facility from 30 September 2019 to 31 March 2020. With effect from 1 October 2019, the parties have also agreed to reduce the simple interest payable on the Financing Facility from 12% to 9% per annum.

The Company has also been advised that the Abolakian family has completed an internal restructure of its assets resulting in a total of 127,455,033 fully paid ordinary shares in Collaborate (**CL8 Shares**) held by Hishenk being transferred to a trust controlled by the Abolakian family (**Trust**). As part of the restructure, the Financing Facility and Advance have also been novated from Hishenk to the Trust.

Upon completion of the restructure, Mr Stephen Abolakian, non-executive director of Collaborate, has obtained an interest in the CL8 Shares by virtue of being a potential beneficiary under the Trust.

Further to the ASX announcement of 2 July 2019, the trustee of the Trust will now be an underwriter to the non-renounceable pro rata entitlement issue seeking to raise approximately \$2 million (**Entitlement Issue**), through its partial underwriting of the offer up to \$1.15 million. The Trust will set-off the \$150,000 under the Advance against the application proceeds for its rights under the Entitlement Issue. Shareholder approval is not required for these arrangements.

The Company now anticipates lodging the prospectus for the Entitlement Issue with the ASIC and ASX on 22 July 2019.

Following is Mr Stephen Abolakian's Appendix 3Y – Change of Director's Interest Notice.

The change in shareholding is merely as a consequence of an internal restructure of the Abolakian family's assets. The Abolakian family maintains continued support for the Company and its management and Mr Stephen Abolakian remains a non-executive director of Collaborate.

Authorised by:

Chris Noone
CEO and Director
Collaborate Corporation Limited

About Collaborate Corporation Limited

Collaborate Corporation Limited is listed on the Australian Securities Exchange (ASX:CL8). It is Australia's leading listed company focused on 'collaborative consumption', 'peer-to-peer' or 'sharing economy' business model with a strong focus on mobility solutions. Collaborate's core business is www.DriveMyCar.com.au Australia's leading peer-to-peer car rental business, complemented by www.Carly.co, Australia's first flexible car subscription offering. Other businesses include www.MyCaravan.com.au a leading peer-to-peer caravan rental business; and www.Mobilise.com a rental marketplace for under-utilised assets. Through our proprietary trust and reputation platform, www.peerpass.com.au we create 'trust' between individuals and make it possible for people and companies to safely transact with each other in the sharing economy.

Appendix 3Y

Change of Director's Interest Notice

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 30/09/01 Amended 01/01/11

Name of entity	Collaborate Corporation Ltd
ABN	60 066 153 982

We (the entity) give ASX the following information under listing rule 3.19A.2 and as agent for the director for the purposes of section 205G of the Corporations Act.

Name of Director	Stephen Abolakian
Date of last notice	14 February 2019

Part 1 - Change of director's relevant interests in securities

In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust

Note: In the case of a company, interests which come within paragraph (i) of the definition of "notifiable interest of a director" should be disclosed in this part.

Direct or indirect interest	Indirect
Nature of indirect interest (including registered holder) <small>Note: Provide details of the circumstances giving rise to the relevant interest.</small>	Willoughby Capital Pty Ltd as trustee for the Willoughby Capital Trust. Mr Abolakian is a potential beneficiary of the trust and his father is the sole director and sole shareholder of the trustee and sole beneficiary of the trust.
Date of change	16 July 2019
No. of securities held prior to change	<u>Direct</u> Nil. <u>Indirect</u> ¹ Nil.

¹ MNA Family Holdings Pty Ltd <Hishenk Pty Ltd Super A/C> holds 5,250,000 Shares in Collaborate Corporation Limited. Mr Abolakian's parents are directors and shareholders of MNA Family Holdings Pty Ltd and are beneficiaries of the Hishenk Pty Ltd Superannuation Fund.

+ See chapter 19 for defined terms.

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Change of Director's Interest Notice

Class	Fully paid ordinary shares (Shares).
Number acquired	127,455,033 Shares.
Number disposed	Nil.
Value/Consideration Note: If consideration is non-cash, provide details and estimated valuation	\$0.009 per Share
No. of securities held after change	<u>Direct</u> Nil. <u>Indirect</u> ² 127,455,033 Shares.
Nature of change Example: on-market trade, off-market trade, exercise of options, issue of securities under dividend reinvestment plan, participation in buy-back	Off market transfer.

² MNA Family Holdings Pty Ltd <Hishenk Pty Ltd Super A/C> holds 5,250,000 Shares in Collaborate Corporation Limited. Mr Abolakian's parents are directors and shareholders of MNA Family Holdings Pty Ltd and are beneficiaries of the Hishenk Pty Ltd Superannuation Fund.

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Part 2 – Change of director's interests in contracts

Note: In the case of a company, interests which come within paragraph (ii) of the definition of "notifiable interest of a director" should be disclosed in this part.

Detail of contract	Advance agreement of \$150,000 with the Company dated 13 March 2019. Summary of key terms contained in the ASX announcement released to the market on 13 March 2019 (Advance Agreement).	Convertible loan agreement for financing facility of \$850,000 with the Company dated 24 May 2019. Summary of key terms contained in the ASX announcement released to the market on 13 March 2019 and varied on 15 July 2019 (Convertible Loan Agreement).
Nature of interest	Issue of Shares pursuant to the Advance Agreement.	Funds drawn pursuant to the Convertible Loan Agreement may be converted into equity at Willoughby Capital's election, subject to all necessary regulatory and prior shareholder approvals, at the price of a proposed future equity raising by the Company.
Name of registered holder (if issued securities)	Willoughby Capital Pty Ltd as trustee for the Willoughby Capital Trust (Willoughby Capital).	
Date of change	16 July 2019	
No. and class of securities to which interest related prior to change <small>Note: Details are only required for a contract in relation to which the interest has changed</small>	Nil	
Interest acquired	Subscription for up to 15,000,000 Shares to subscribe for rights under the proposed entitlement issue using \$150,000 pursuant to the Advance Agreement.	Right to election to convert funds drawn pursuant to the Convertible Loan Agreement into equity (subject to necessary approvals).
Interest disposed	Nil	
Value/Consideration <small>Note: If consideration is non-cash, provide details and an estimated valuation</small>	\$150,000	\$850,000

+ See chapter 19 for defined terms.

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Interest after change	<u>Direct</u> Nil. <u>Indirect</u> ³ Up to 142,455,033 Shares (assuming subscription for Shares pursuant to the proposed entitlement issue and no conversion election is made pursuant to the Convertible Loan Agreement).
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Part 3 – +Closed period

Were the interests in the securities or contracts detailed above traded during a +closed period where prior written clearance was required?	Yes
If so, was prior written clearance provided to allow the trade to proceed during this period?	Yes
If prior written clearance was provided, on what date was this provided?	16 July 2019

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