

ASX RELEASE | Schrole Group Limited (ASX:SCL)
Conversion of Series B Performance Shares

27 August 2020: Schrole Group (ASX: SCL) ('Schrole' or the 'Company') is pleased to advise that it has satisfied the sales milestone for conversion of its Series B Performance Shares into ordinary shares.

As described in the Company's prospectus released to the ASX on 21 August 2017, the Company issued 93,000,000 Series B Performance Shares as partial consideration for the acquisition of 100% of the issued capital of the Schrole group.

The conversion criteria is upon the Company achieving total annual sales of \$7 million over any 12 month period prior to the milestone date of 12 October 2020.

The annual sales figure is based on gross (invoiced) sales and does not account for unearned revenue and is not recognised in accordance with accounting standards. This satisfaction of this sales milestone should not be considered a revenue forecast.

An Appendix 2A follows relating to the issue of 93,000,000 shares to Performance Shareholders.

Further the Company confirms that the Tranche B milestone for the Performance Rights issued to employees on 3 July 2018 has been met, and accordingly 13,560,000 Performance Rights have vested and are convertible to fully paid ordinary shares on election by each holder.

-Ends-

This announcement was approved for release by the Board of Directors.

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