Announcement Summary

Entity name

TAO COMMODITIES LTD

Announcement Type

New announcement

Date of this announcement

Thursday September 24, 2020

The Proposed issue is:

Total number of +securities proposed to be issued for a placement or other type of issue

ASX +security code	+Security description	Maximum Number of +securities to be issued
n/a	Unlisted option exercise price \$0.20 expiry 31/12/2023	5,000,000
TAO	ORDINARY FULLY PAID	25,000,000

Proposed +issue date

Wednesday November 25, 2020

Refer to next page for full details of the announcement

Part 1 - Entity and announcement details

1.1 Name of +Entity

TAO COMMODITIES LTD

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

1.3 ASX issuer code

TAO

1.4 The announcement is

1.5 Date of this announcement

Thursday September 24, 2020

1.6 The Proposed issue is:

☑ A placement or other type of issue

Registration Number

84618935372

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

+Security holder approval

Date for determination

Friday November 20, 2020

Is the date estimated or actual?

** Approval

received/condition met?

Estimated

Comments

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

TAO: ORDINARY FULLY PAID

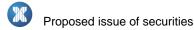
Number of +securities proposed to be issued

25,000,000

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 0.08000

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)? New class

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

Details of +securities proposed to be issued

ISIN Code (if Issuer is a foreign company and +securities are non CDIs)

Have you received confirmation from Will the entity be seeking quotation ASX that the terms of the proposed +securities are appropriate and equitable under listing rule 6.1? Yes

of the 'new' class of +securities on ASX?

☑ No

ASX +security code

+Security description

New class-code to be confirmed

Unlisted option exercise price \$0.20 expiry 31/12/2023

+Security type

Options

Number of +securities proposed to be issued

5,000,000

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

Part consideration for broker fees

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 Exercise price Expiry date

AUD - Australian Dollar AUD 0.2000 Sunday December 31, 2023

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

TAO: ORDINARY FULLY PAID

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

5,000,000

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.

Part 7C - Timetable

7C.1 Proposed +issue date

Wednesday November 25, 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

Friday November 20, 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.1a Who is	s the lead manager/broker?
Taylor Collise	on
7E.1b What f	ee, commission or other consideration is payable to them for acting as lead manager/broker?
6% placeme	nt fee
7E.2 Is the p i ⓒ No	roposed issue to be underwritten?
7E.4 Details	of any other material fees or costs to be incurred by the entity in connection with the proposed i
7E.4 Details	of any other material fees or costs to be incurred by the entity in connection with the proposed i
7E.4 Details	of any other material fees or costs to be incurred by the entity in connection with the proposed i
7E.4 Details of	
F - Further In	formation
7F - Further In	