

14 June 2016

Market Announcements Platform  
Australian Securities Exchange  
Level 40, Central Park  
152-158 St George's Terrace  
PERTH WA 6000

## **DRONESHIELD LIMITED – PRE QUOTATION DISCLOSURE**

The following information is required to be provided to ASX Limited (**ASX**) for release to the market in connection with the admission to the official list of, and official quotation of fully paid ordinary shares (**Shares**) and options to acquire Shares (**Options**) in, DroneShield Limited (ACN 608 915 859) (**Company**).

## **CONFIRMATION OF THE ISSUE OF SECURITIES UNDER THE PROSPECTUS**

The Company confirms that the initial public offer of Shares and Options under its prospectus dated 27 April 2016 (**Prospectus**) (**Offer**) has closed and that 35,000,000 Shares and 35,000,000 Options have been issued with respect to the Offer. The Company further confirms that 10,000,000 Options have been issued to Patersons Securities Limited as lead manager of the Offer and that 21,450,000 Options have been issued to directors, management and advisory board members of the Company.

## **CONFIRMATION OF COMPLETION OF ACQUISITION OF DRONESHIELD, LLC**

The Company is pleased to advise that all conditions precedent to the Company's acquisition of 100% of the membership interests of DroneShield, LLC (Delaware incorporated) (the **Acquisition**) have been satisfied and the Company has completed the Acquisition.

In accordance with the Exchange Agreement between the Company and the members of DroneShield, LLC, the Company has issued 100,000,000 Shares and 45,000,000 performance shares in the Company pro-rata to the members of DroneShield, LLC by way of consideration for the Acquisition.

## **RESTRICTED SECURITIES**

The Company confirms that the following Shares and Options will be subject to restriction pursuant to the ASX Listing Rules for the period outlined below.

<b>Class</b>	<b>Number</b>	<b>Restriction Period</b>
Ordinary Fully Paid Shares	100,000,001	24 months from date of quotation
Performance Shares	45,000,000	24 months from date of quotation
Options <sup>1</sup>	19,700,000	24 months from date of quotation
Options <sup>2</sup>	10,000,000	24 months from date of quotation

### **Notes:**

- Options are exercisable at \$0.30 on or before the third anniversary of the date of issue/vesting.
- Options are exercisable at \$0.22 on or before the third anniversary of the date of issue.