

# Appendix 3B

## New issue announcement, application for quotation of additional securities and agreement

*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 01/07/96 Origin: Appendix 5 Amended 01/07/98, 01/09/99, 01/07/00, 30/09/01, 11/03/02, 01/01/03, 24/10/05, 01/08/12, 04/03/13

Name of entity

Quickflix Ltd

ABN

62 102 459 352

We (the entity) give ASX the following information.

### Part 1 - All issues

*You must complete the relevant sections (attach sheets if there is not enough space).*

- |   |   |  |
|---|---|--|
| 1 | +Class of +securities issued or to be issued  | 1. Redeemable convertible preference shares.<br>2. Employee Performance Rights.                    |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | 1. 917,385 redeemable convertible preference shares.<br>2. 44,083,333 Employee Performance Rights. |

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+ See chapter 19 for defined terms.

<p>3 Principal terms of the +securities (e.g. if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion)</p>	<ol style="list-style-type: none"> <li>1. The full terms of the redeemable convertible preference shares are set out in Annexure A to the 24 October 2014 Notice of Annual General Meeting of Shareholders lodged on ASX on 22 September 2014.</li> <li>2. 44,083,333 performance rights issued subject to the terms and conditions of the Quickflix Ltd Employee Performance Rights Plan approved by Shareholders on 24 October 2014 and also subject to the following: <ul style="list-style-type: none"> <li>• The Performance Rights will vest at the expiry of the vesting period being the later of 31 December 2015 or 12 months continuous employment (<b>Vesting Period</b>). Vesting is subject to the performance hurdles below being met (<b>Performance Hurdles</b>).</li> <li>• The Performance Hurdles to be satisfied during the Vesting Period: <ol style="list-style-type: none"> <li>1. The Employee is employed continuously during the Vesting Period (excluding any notice periods); and</li> <li>2. The Employee has complied with the terms and conditions of the Employee Performance Rights Plan; and</li> <li>3. The Employee's performance level over 2015 will determine the proportion of their Performance Rights that will vest. Their performance will be assessed taking into consideration the achievement of their key performance indicators (<b>KPIs</b>) and goals for the year.</li> </ol> </li> <li>• Any shares issued will be subject to a three month escrow period from the date of vesting.</li> <li>• Performance Rights which have not vested at the end of the Vesting Period will lapse.</li> </ul> </li> </ol>
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4	<p>Do the +securities rank equally in all respects from the +issue date with an existing +class of quoted +securities?</p>	<p>1. No – the redeemable convertible preference shares are a class of unquoted security. Following conversion into fully paid ordinary shares, the shares will rank equally with existing quoted fully paid ordinary shares.</p> <p>2. No – the performance rights are a class of unquoted security. Following issue of any shares and completion of the voluntary escrow period (if any), the shares will rank equally with existing quoted fully paid ordinary shares.</p>
	<p>If the additional +securities do not rank equally, please state:</p> <ul style="list-style-type: none"> <li>• the date from which they do</li> <li>• the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment</li> </ul> <p>the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment. Yes - fully paid ordinary shares. The shares are under voluntary escrow until 30 December 2014.</p> <p>2. No – the redeemable convertible preference shares are a class of unquoted security. Following conversion into fully paid ordinary shares, the shares will rank equally with existing quoted fully paid ordinary shares.</p> <ul style="list-style-type: none"> <li>•</li> </ul>	
5	<p>Issue price or consideration</p>	<p>1. Deemed issued price of \$0.12 per redeemable convertible preference share.</p> <p>2. Issued pursuant to terms of the Employee Performance Rights Plan as approved by shareholders on 24 October 2014.</p>

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+ See chapter 19 for defined terms.

6	Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)	<p>1. Consideration for accumulated dividends due to StreamCo Media Pty Ltd, the holder of the Company's redeemable convertible preference shares, for the March 2015 quarter.</p> <p>2. Issue of performance rights to various employees pursuant to the terms and conditions of the Employee Performance Rights Plan as approved by shareholders on 24 October 2014.</p>
6a	Is the entity an +eligible entity that has obtained security holder approval under rule 7.1A?  If Yes, complete sections 6b – 6h in relation to the +securities the subject of this Appendix 3B, and comply with section 6i	Yes
6b	The date the security holder resolution under rule 7.1A was passed	24 October 2014
6c	Number of +securities issued without security holder approval under rule 7.1	917,385 redeemable convertible preference shares.
6d	Number of +securities issued with security holder approval under rule 7.1A	Nil.
6e	Number of +securities issued with security holder approval under rule 7.3, or another specific security holder approval (specify date of meeting)	Nil.
6f	Number of +securities issued under an exception in rule 7.2	44,083,333 Employee Performance Rights - Listing Rule 7.2 (exception 9).
6g	If +securities issued under rule 7.1A, was issue price at least 75% of 15 day VWAP as calculated under rule 7.1A.3? Include the +issue date and both values. Include the source of the VWAP calculation.	Not applicable.

6h	If +securities were issued under rule 7.1A for non-cash consideration, state date on which valuation of consideration was released to ASX Market Announcements	Not applicable.													
6i	Calculate the entity’s remaining issue capacity under rule 7.1 and rule 7.1A – complete Annexure 1 and release to ASX Market Announcements	ASX Listing Rule 7.1 – 210,959,579.  ASX Listing Rule 7.1A – 176,384,643.													
7	+Issue dates  Note: The issue date may be prescribed by ASX (refer to the definition of issue date in rule 19.12). For example, the issue date for a pro rata entitlement issue must comply with the applicable timetable in Appendix 7A. Cross reference: item 33 of Appendix 3B.	1 May 2015.													
8	Number and +class of all +securities quoted on ASX ( <i>including</i> the +securities in section 2 if applicable)	<table><tr><th>Number</th><th>+Class</th></tr><tr><td>1,816,546,432</td><td>Ordinary shares. (Code: QFX)</td></tr></table>	Number	+Class	1,816,546,432	Ordinary shares. (Code: QFX)									
Number	+Class														
1,816,546,432	Ordinary shares. (Code: QFX)														
9	Number and +class of all +securities not quoted on ASX ( <i>including</i> the +securities in section 2 if applicable)	<table><tr><th>Number</th><th>+Class</th></tr><tr><td>2,500,000</td><td>Options exercisable at \$0.085 on or before 9 December 2015.</td></tr><tr><td>36,500,000</td><td>Director Options exercisable at \$0.022 on or before 3 June 2016.</td></tr><tr><td>42,215,251</td><td>Options exercisable at \$0.0302 on or before 8 March 2018 subject to the terms and conditions in the 6 March 2013 Prospectus.</td></tr><tr><td>93,930,032</td><td>Redeemable convertible preference shares.</td></tr><tr><td>48,033,333</td><td>Employee Performance Rights.</td></tr></table>	Number	+Class	2,500,000	Options exercisable at \$0.085 on or before 9 December 2015.	36,500,000	Director Options exercisable at \$0.022 on or before 3 June 2016.	42,215,251	Options exercisable at \$0.0302 on or before 8 March 2018 subject to the terms and conditions in the 6 March 2013 Prospectus.	93,930,032	Redeemable convertible preference shares.	48,033,333	Employee Performance Rights.	
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36,500,000	Director Options exercisable at \$0.022 on or before 3 June 2016.														
42,215,251	Options exercisable at \$0.0302 on or before 8 March 2018 subject to the terms and conditions in the 6 March 2013 Prospectus.														
93,930,032	Redeemable convertible preference shares.														
48,033,333	Employee Performance Rights.														
10	Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	Not applicable.													

+ See chapter 19 for defined terms.

## Part 2 - Pro rata issue

11	Is security holder approval required?	N/A
12	Is the issue renounceable or non-renounceable?	
13	Ratio in which the +securities will be offered	
14	+Class of +securities to which the offer relates	
15	+Record date to determine entitlements	
16	Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	
17	Policy for deciding entitlements in relation to fractions	
18	Names of countries in which the entity has security holders who will not be sent new offer documents  <small>Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7.</small>	
19	Closing date for receipt of acceptances or renunciations	
20	Names of any underwriters	
21	Amount of any underwriting fee or commission	
22	Names of any brokers to the issue	
23	Fee or commission payable to the broker to the issue	

24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of security holders	
25	If the issue is contingent on security holders' approval, the date of the meeting	
26	Date entitlement and acceptance form and offer documents will be sent to persons entitled	
27	If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders	
28	Date rights trading will begin (if applicable)	
29	Date rights trading will end (if applicable)	
30	How do security holders sell their entitlements <i>in full</i> through a broker?	
31	How do security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	
32	How do security holders dispose of their entitlements (except by sale through a broker)?	
33	+Issue date	

### Part 3 - Quotation of securities

*You need only complete this section if you are applying for quotation of securities*

34	Type of +securities (tick one)
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+ See chapter 19 for defined terms.

(a) ☐ +Securities described in Part 1

(b) ☐ All other +securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

### Entities that have ticked box 34(a)

#### Additional securities forming a new class of securities

*Tick to indicate you are providing the information or documents*

35 ☐ If the +securities are +equity securities, the names of the 20 largest holders of the additional +securities, and the number and percentage of additional +securities held by those holders

36 ☐ If the +securities are +equity securities, a distribution schedule of the additional +securities setting out the number of holders in the categories

1 - 1,000  
1,001 - 5,000  
5,001 - 10,000  
10,001 - 100,000  
100,001 and over

37 ☐ A copy of any trust deed for the additional +securities

### Entities that have ticked box 34(b)

38 Number of +securities for which +quotation is sought

Not applicable.

39 +Class of +securities for which quotation is sought



40	<p>Do the +securities rank equally in all respects from the +issue date with an existing +class of quoted +securities?</p> <p>If the additional +securities do not rank equally, please state:</p> <ul style="list-style-type: none"> <li>• the date from which they do</li> <li>• the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment</li> <li>• the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment</li> </ul>					
41	<p>Reason for request for quotation now</p> <p>Example: In the case of restricted securities, end of restriction period</p> <p>(if issued upon conversion of another +security, clearly identify that other +security)</p>					
42	<p>Number and +class of all +securities quoted on ASX (including the +securities in clause 38)</p>	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="padding: 5px;">Number</th> <th style="padding: 5px;">+Class</th> </tr> </thead> <tbody> <tr> <td style="height: 100px;"></td> <td></td> </tr> </tbody> </table>	Number	+Class		
Number	+Class					

### Quotation agreement

- 1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.
- 2 We warrant the following to ASX.
  - The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
  - There is no reason why those +securities should not be granted +quotation.

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+ See chapter 19 for defined terms.

- An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

- Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
- If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.

3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.

4 We give ASX the information and documents required by this form. If any information or document is not available now, we will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.



Sign here: ..... Date: 5 May 2015  
(Company secretary)

Print name: SUSAN HUNTER

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# Appendix 3B – Annexure 1

## Calculation of placement capacity under rule 7.1 and rule 7.1A for eligible entities

Introduced 01/08/12 Amended 04/03/13

### Part 1

Rule 7.1 – Issues exceeding 15% of capital	
<b>Step 1: Calculate “A”, the base figure from which the placement capacity is calculated</b>	
<b>Insert</b> number of fully paid +ordinary securities on issue 12 months before the +issue date or date of agreement to issue	1,155,651,941
<b>Add</b> the following: <ul style="list-style-type: none"> <li>Number of fully paid +ordinary securities issued in that 12 month period under an exception in rule 7.2</li> <li>Number of fully paid +ordinary securities issued in that 12 month period with shareholder approval</li> <li>Number of partly paid +ordinary securities that became fully paid in that 12 month period</li> </ul> <p><i>Note:</i></p> <ul style="list-style-type: none"> <li>Include only ordinary securities here – other classes of equity securities cannot be added</li> <li>Include here (if applicable) the securities the subject of the Appendix 3B to which this form is annexed</li> <li>It may be useful to set out issues of securities on different dates as separate line items</li> </ul>	11/7/14 – 204,176,899 shares (approved by shareholders on 24/10/14). 29/8/14 – 160,825,600 shares (Exception 15). 5/12/14 – 3,950,000 (Exception 9) 19/12/14 - 216,938,243 shares – (Exception 1). 19/12/14 - 22,303,749 shares – (Exception 3).
<b>Subtract</b> the number of fully paid +ordinary securities cancelled during that 12 month period	Nil
<b>“A”</b>	1,763,846,432
<b>Step 2: Calculate 15% of “A”</b>	
<b>“B”</b>	0.15

+ See chapter 19 for defined terms.

	<i>[Note: this value cannot be changed]</i>
<b>Multiply</b> “A” by 0.15	264,576,964
<b>Step 3: Calculate “C”, the amount of placement capacity under rule 7.1 that has already been used</b>	
<p><b>Insert</b> number of +equity securities issued or agreed to be issued in that 12 month period <i>not counting</i> those issued:</p> <ul style="list-style-type: none"> <li>• Under an exception in rule 7.2</li> <li>• Under rule 7.1A</li> <li>• With security holder approval under rule 7.1 or rule 7.4</li> </ul> <p><i>Note:</i></p> <ul style="list-style-type: none"> <li>• <i>This applies to equity securities, unless specifically excluded – not just ordinary securities</i></li> <li>• <i>Include here (if applicable) the securities the subject of the Appendix 3B to which this form is annexed</i></li> <li>• <i>It may be useful to set out issues of securities on different dates as separate line items</i></li> </ul>	<p>29/8/14 – issue of 2,700,000 shares.</p> <p>24/11/14 – issue of 50,000,000 shares.</p> <p>1/5/15 – 917,385 Redeemable convertible preference shares.</p>
<b>“C”</b>	<b>53,617,385</b>
<b>Step 4: Subtract “C” from [“A” x “B”] to calculate remaining placement capacity under rule 7.1</b>	
<p>“A” x 0.15</p> <p><i>Note: number must be same as shown in Step 2</i></p>	264,576,964
<p><b>Subtract</b> “C”</p> <p><i>Note: number must be same as shown in Step 3</i></p>	53,617,385
<b>Total</b> [“A” x 0.15] – “C”	<p>210,959,579</p> <p><i>[Note: this is the remaining placement capacity under rule 7.1]</i></p>

## Part 2

<b>Rule 7.1A – Additional placement capacity for eligible entities</b>	
<b>Step 1: Calculate “A”, the base figure from which the placement capacity is calculated</b>	
<b>“A”</b>  <i>Note: number must be same as shown in Step 1 of Part 1</i>	1,763,846,432
<b>Step 2: Calculate 10% of “A”</b>	
<b>“D”</b>	0.10  <i>Note: this value cannot be changed</i>
<b>Multiply “A” by 0.10</b>	176,384,643
<b>Step 3: Calculate “E”, the amount of placement capacity under rule 7.1A that has already been used</b>	
<b>Insert</b> number of +equity securities issued or agreed to be issued in that 12 month period under rule 7.1A  <b>Notes:</b> <ul style="list-style-type: none"> <li>• <i>This applies to equity securities – not just ordinary securities</i></li> <li>• <i>Include here – if applicable – the securities the subject of the Appendix 3B to which this form is annexed</i></li> <li>• <i>Do not include equity securities issued under rule 7.1 (they must be dealt with in Part 1), or for which specific security holder approval has been obtained</i></li> <li>• <i>It may be useful to set out issues of securities on different dates as separate line items</i></li> </ul>	-
<b>“E”</b>	-

+ See chapter 19 for defined terms.

<b>Step 4: Subtract “E” from [“A” x “D”] to calculate remaining placement capacity under rule 7.1A</b>	
“A” x 0.10  <i>Note: number must be same as shown in Step 2</i>	176,384,643
<b>Subtract “E”</b>  <i>Note: number must be same as shown in Step 3</i>	-
<b>Total</b> [“A” x 0.10] – “E”	176,384,643  <i>Note: this is the remaining placement capacity under rule 7.1A</i>