Announcement Summary

Entity name

QANTM INTELLECTUAL PROPERTY LIMITED

Announcement Type

New announcement

Date of this announcement

1/9/2021

The Proposed issue is:

☑ A placement or other type of issue

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
QIP	ORDINARY FULLY PAID	833,334

Proposed +issue date

30/9/2021

Refer to next page for full details of the announcement

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Part 1 - Entity and announcement details

1.1 Name of +Entity

QANTM INTELLECTUAL PROPERTY LIMITED

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.
If the +securities are being offered under a +disclosure document or +PDS and are intended to be quoted on ASX, we also apply for quotation of all of the +securities that may be issued under the +disclosure document or +PDS on the terms set out in Appendix 2A of the ASX Listing Rules (on the understanding that once the final number of +securities issued under the +disclosure document or +PDS is known, in accordance with Listing Rule 3.10.3C, we will complete and lodge with ASX an Appendix 2A online form notifying ASX of their issue and applying for their quotation).

1.2 Registered Number Type

ACN

Registration Number

612441326

1.3 ASX issuer code

QIP

1.4 The announcement is

☑ New announcement

1.5 Date of this announcement

1/9/2021

1.6 The Proposed issue is:

☑ A placement or other type of issue

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Part 7 - Details of proposed placement or other issue

Part 7A - Conditions

7A.1 Do any external approvals need to be obtained or other conditions satisfied before the placement or other type of issue can proceed on an unconditional basis?
☑ No

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

QIP : ORDINARY FULLY PAID

Number of +securities proposed to be issued

833,334

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

Fully Paid Ordinary Shares (Shares) worth $1 million are proposed to be issued as part of the initial consideration for the acquisition of Sortify.tm Limited, as announced to the ASX on 1 September 2021. The issue price per Share will be the lower of $1.20 or the 30-day VWAP for the period ending on and including the third business day prior to the completion date for the acquisition. The Shares are proposed to be issued on the completion date, which is expected to occur on 30 September 2021.

Please provide an estimate of the AUD equivalent of the consideration being provided for the +securities

1,000,000.000000

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Will these +securities rank equally in all respects from their issue date with the existing issued +securities in that class?
Yes

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Part 7C - Timetable

7C.1 Proposed +issue date

30/9/2021

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?
No

7D.1b Are any of the +securities proposed to be issued without +security holder approval using the entity's 15% placement capacity under listing rule 7.1?
Yes

7D.1b (i) How many +securities are proposed to be issued without security holder approval using the entity's 15% placement capacity under listing rule 7.1?

All the Shares in the proposed issue will be issued without security holder approval, using the 15% placement capacity under listing rule 7.1.

7D.1c Are any of the +securities proposed to be issued without +security holder approval using the entity's additional 10% placement capacity under listing rule 7.1A (if applicable)?
No

7D.2 Is a party referred to in listing rule 10.11 participating in the proposed issue?
No

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?
Yes

7D.4a Please enter the number and +class of the +securities subject to +voluntary escrow and the date from which they will cease to be subject to +voluntary escrow

All the Shares in the proposed issue will be subject to a voluntary escrow of 12 months from the date of issue of the Shares. It is estimated that 833,334 Shares (based on an issue price of $1.20 per Share) will be subject to voluntary escrow until 30 September 2022.

Part 7E - Fees and expenses

7E.1 Will there be a lead manager or broker to the proposed issue?
☑ No

7E.2 Is the proposed issue to be underwritten?
☑ No

7E.4 Details of any other material fees or costs to be incurred by the entity in connection with the proposed issue

Part 7F - Further Information

7F.01 The purpose(s) for which the entity is issuing the securities

The Shares are issued as part of the initial consideration for the acquisition of Sortify.tm, as announced to the ASX on 1 September 2021. This form describes the first of three proposed share issues as part of the consideration for the acquisition.

7F.1 Will the entity be changing its dividend/distribution policy if the proposed issue proceeds?
☑ No

7F.2 Any other information the entity wishes to provide about the proposed issue

The number of Shares proposed to be issued in this form is an estimate, based upon an issue price of $1.20 per Share. The final number of Shares may vary, as the issue price per share will be the lower of $1.20 or the 30-day VWAP for the period ending on and including the third business day prior to the completion date. The Shares are proposed to be issued on the completion date, which is expected to occur on 30 September 2021.

7F.3 Any on-sale of the +securities proposed to be issued within 12 months of their date of issue will comply with the secondary sale provisions in sections 707(3) and 1012C(6) of the Corporations Act by virtue of:
☑ Not applicable - the entity has arrangements in place with the holder that ensure the securities cannot be on-sold within 12 months in a manner that would breach section 707(3) or 1012C(6)

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