



Announcement Summary

Entity name

INDOOR SKYDIVE AUSTRALIA GROUP LIMITED

Announcement Type

New announcement

Date of this announcement

11/8/2021

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
IDZ	ORDINARY FULLY PAID	21,508,399

Proposed +issue date

31/8/2022

Refer to next page for full details of the announcement



Part 1 - Entity and announcement details

1.1 Name of +Entity

INDOOR SKYDIVE AUSTRALIA GROUP 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

ABN

Registration Number

39154103607

1.3 ASX issuer code

IDZ

1.4 The announcement is

New announcement

1.5 Date of this announcement

11/8/2021

1.6 The Proposed issue is:

A placement or other type of issue



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

IDZ : ORDINARY FULLY PAID

Number of +securities proposed to be issued

5,485,948

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

First tranche of the purchase of the Red Cartel business, being 20% of the purchase price less the completion cash payment and any other adjustments as part of the purchase agreement.
The actual number of shares to be issued will be adjusted based on the greater of the 15 day VWAP at the first anniversary date or \$0.02.

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

109,719.000000

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)?

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

IDZ : ORDINARY FULLY PAID

Number of +securities proposed to be issued

7,314,597

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

Second tranche of the purchase of the Red Cartel business, being 30% of the purchase price.
The actual number of shares to be issued will be adjusted based on the greater of the 15 day VWAP at the second anniversary date or \$0.025.

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

182,865.000000

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)?

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

IDZ : ORDINARY FULLY PAID

Number of +securities proposed to be issued

8,707,854

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

Final tranche of the purchase of the Red Cartel business, being 50% of the purchase price. Issue of this final tranche is subject to retention conditions of the Business Sale Agreement being met.

The actual number of shares to be issued will be adjusted based on the greater of the 15 day VWAP at the third anniversary date or \$0.035.

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

304,775.000000

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

Yes

Part 7C - Timetable

7C.1 Proposed +issue date

31/8/2022

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

27/11/2020



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?

No

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

Acquisition of the business of Red Cartel through a Business Sale Agreement.

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 acquisition of the business of Red Cartel through a Business Sale Agreement, is being paid through an initial cash payment on completion, followed by the issue of three tranches of fully paid ordinary shares on each of the first three anniversary dates:

- ∩ First tranche of the purchase of the Red Cartel business, being 20% of the purchase price less the completion cash payment and any other adjustments as part of the purchase agreement.
The actual number of shares to be issued will be adjusted based on the greater of the 15 day VWAP at the first anniversary date or \$0.02.
- ∩ Second tranche of the purchase of the Red Cartel business, being 30% of the purchase price.
The actual number of shares to be issued will be adjusted based on the greater of the 15 day VWAP at the second anniversary date or \$0.025.
- ∩ Final tranche of the purchase of the Red Cartel business, being 50% of the purchase price. Issue of this final tranche is subject to retention conditions of the Business Sale Agreement being met.
The actual number of shares to be issued will be adjusted based on the greater of the 15 day VWAP at the third anniversary date or \$0.035.



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:

The publication of a cleansing notice under section 708A(5), 708AA(2)(f), 1012DA(5) or 1012DAA(2)(f)