

# 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

Name of entity

**DECIMAL SOFTWARE LIMITED**

ABN

31 009 235 956

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   | A) Unlisted premium priced options<br>B) Unlisted premium priced options<br>C) Unlisted premium priced options  |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued  | A) 2,166,665 unlisted premium priced options.<br>B) 2,166,665 unlisted premium priced options.<br>C) 2,166,670 unlisted premium priced options.   |
| 3 | Principal terms of the +securities (eg, 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) | A) Unlisted premium priced options, vesting 1 July 2015, exercise price \$0.40, expiring 30 June 2017<br>B) Unlisted premium priced options, vesting 1 July 2016, exercise price \$0.50, expiring 30 June 2018.<br>C) Unlisted premium priced options, vesting 1 July 2017, exercise price \$0.60, expiring 30 June 2019. |

4	Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?	<p>A. Will rank equally from the date the premium priced options are exercised.</p> <p>B. Will rank equally from the date the premium priced options are exercised.</p> <p>C. Will rank equally from the date the premium priced options are exercised</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>	
5	Issue price or consideration	<p>A) \$0.40</p> <p>B) \$0.50</p> <p>C) \$0.60</p>
6	Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)	Issue of premium priced options to senior management.
6a	<p>Is the entity an +eligible entity that has obtained security holder approval under rule 7.1A?</p> <p>If Yes, complete sections 6b – 6h <i>in relation to the +securities the subject of this Appendix 3B</i>, and comply with section 6i</p>	No, the previous shareholder approval obtained on 20 November 2013 ceases to be valid as shareholders approved a transaction under listing rule 11.1.2 (see listing rule 7.3A.3).
6b	The date the security holder resolution under rule 7.1A was passed	N/A
6c	Number of +securities issued without security holder approval under rule 7.1	6,500,000
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	Nil

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.

N/A
-----

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

N/A
-----

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

N/A
-----

7 Dates of entering +securities into uncertificated holdings or despatch of certificates

1 July 2014
-------------

	Number	+Class
8 Number and +class of all +securities quoted on ASX ( <i>including</i> the securities in section 2 if applicable)	108,891,789 (restricted shares not quoted)	Ordinary fully paid shares

	Number	+Class
9 Number and +class of all +securities not quoted on ASX ( <i>including</i> the securities in section 2 if applicable)	83,334	Escrowed 1 July 2011, Unlisted Options expiry 1 July 2014 and exercise price \$0.57
	83,334	Escrowed 1 July 2012, Unlisted Options expiry 1 July 2014 and exercise price \$0.87
	166,667	Escrowed 1 Jan 2013, Unlisted Options expiry 30 June 2015 and exercise price \$0.42.
	166,667	Escrowed 1 July 2013, Unlisted Options expiry 30 June 2015 and exercise price \$0.72.
	3,333,343	Unlisted Options expiry date 15 July 2017 and exercise price \$0.345.
	3,000,000	Escrowed until 17 April 2016. Unlisted Options expiry date 15 July 2017 and exercise price \$0.345.
	65,681,834	Escrowed until 17 April 2016, ordinary fully paid shares.
	4,924,901	Escrowed until 6 December 2014, ordinary fully paid shares.
	2,166,665	Unlisted premium priced options, vesting 1 July 2015 expiry date 30 June 2017 and exercise price \$0.40.
	2,166,665	Unlisted premium priced options, vesting 1 July 2016 expiry date 30 June 2018 and exercise price \$0.50.

2,166,670	Unlisted premium priced options, vesting 1 July 2017 expiry date 30 June 2019 and exercise price \$0.60.
-----------	--

10 Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)

## Part 2 - Bonus issue or pro rata issue

11 Is security holder approval required?

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 issue documents  
*Note: Security holders must be told how their entitlements are to be dealt with.*  
*Cross reference: rule 7.7.*

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	N/A
26	Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled	N/A
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	N/A
28	Date rights trading will begin (if applicable)	N/A
29	Date rights trading will end (if applicable)	N/A
30	How do +security holders sell their entitlements <i>in full</i> through a broker?	N/A
31	How do +security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	N/A
32	How do +security holders dispose of their entitlements (except by sale through a broker)?	N/A
33	+Despatch date	N/A

### 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*)

(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 

N/A
-----

39 Class of +securities for which quotation is sought 

N/A
-----

40 Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?

If the additional securities do not rank equally, please state:

- the date from which they do
- the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment
- the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment

N/A
-----

41 Reason for request for quotation now

Example: In the case of restricted securities, end of restriction period

(if issued upon conversion of another security, clearly identify that other security)

N/A
-----

42 Number and +class of all +securities quoted on ASX (including the securities in clause 38)	Number	+Class
	108,891,789	Fully paid ordinary shares

## 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.
- 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 not available now, 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.



Date: 1 July 2014

Stef Weber  
Company Secretary  
Decimal Software Limited

== == == == ==