2 NOVEMBER 2015

SKYDIVE THE BEACH GROUP LIMITED (ACN 167 320 470)

ASX ANNOUNCEMENT

RESULTS OF RETAIL COMPONENT OF ENTITLEMENT OFFER

Skydive the Beach Group Limited (**SKB or "the Company"**) herby confirms it received applications for 3,212,386 Fully Paid Ordinary (FPO) shares at a price of $0.30 per share for $963,715.30 under the Retail Offer component of the fully underwritten 2 for 9 pro-rata accelerated non-renounceable Entitlement offer ("**Entitlement Offer**") as announced on 14 October 2015.

The shortfall under the Retail Offer component was 18,045 shares for $5,413.50.

The applications under the Retail Offer component included 81 applications to participate in the Retail Shortfall for 1,184,109 shares for $355,232.70, of which a number of applications exceeded the eligibility criteria and will be refunded to the applicants.

The underwriter, Veritas Securities Limited, has advised that the Shortfall will be taken up in full, after refunding the invalid applications, such that the entire Retail Offer component of 3,230,431 shares to raise $969,129.30 will be fully subscribed.

When added to the 62,042,836 shares issued on 20 October 2015 under the Institutional Offer component, the company will have raised a total of $19,581,980 (before costs) through the issue of 65,273,267 shares under the Entitlement Offer, as set out in the ASX Appendix 3B Quotation Application lodged on 13 October 2015.

The Company now has a total of 359,002,967 FPO shares on issue, of which 165,633,267 are quoted on ASX and 193,369,700 are held under voluntary restriction.

Defined terms have the same meaning as set out in the Retail Offer Booklet.

ENDS

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ABOUT SKYDIVE THE BEACH GROUP (ASX:SKB)

Skydive the Beach is an Australian based company operating skydiving experiences to the public since its establishment in 1999 by founder and CEO Anthony Boucaut. The company operates 16 drop zones across 4 states and has grown to become the largest tandem skydive operation in the Southern Hemisphere, forecasting over 112,000 skydives in FY2016. The company offers a complete range of skydiving services to the public, agents and media including tandem skydiving, night skydiving, and helicopter jumps as well as courses and skills development courses. The company utilise more than 370 staff and contractors and owns a fleet of 26 aircraft throughout Australia and New Zealand. Since inception, the company has experienced considerable growth with an average 30% CAGR in the number of tandem jumps per annum.

For further information www.skydive.com.au