

Viva Leisure successfully completes \$20 million Institutional Placement

3 December 2019

- Viva Leisure is pleased to announce the successful completion of a \$20.0 million Institutional Placement
- The Placement of approximately 7.5 million ordinary shares (New Shares) will be issued using Viva Leisure's 15% placement capacity pursuant to ASX Listing Rule 7.1.
- The Institutional Placement was strongly supported by existing shareholders and a number of new institutional investors
- The capital raising will be used to fund the recently announced acquisition of 13 FitnFast health clubs, assist with accelerating new site rollouts, cash-backed funding of bank guarantees on leased properties, working capital flexibility and offer costs
- Capital raising strengthens Viva Leisure's balance sheet and provides Viva Leisure with the resources to implement its stated strategy of growth by way of acquisition or greenfield locations

Viva Leisure Limited ("**Viva Leisure**" or "**the Company**") is pleased to announce that it has closed the Institutional Placement and has successfully raised \$20.0 million.

The Institutional Placement was strongly supported by both existing shareholders and new investors with several new large institutions to be introduced to the Viva Leisure share register.

Approximately 7.5 million new Viva Leisure ordinary shares are to be issued under the Institutional Placement using Viva Leisure's 15% placement capacity pursuant to ASX Listing Rule 7.1 at a price of \$2.65 per share ("**Placement**").

The proceeds of the Placement and existing cash will be used for:

- Acquisition of FitnFast health clubs;
- New site roll-outs, in addition to those previously advised;
- Funds for cash-backed bank guarantees for new property leases;
- Working capital flexibility; and
- Payment of Offer costs.

The new site roll-outs will focus on Viva Leisure's unique hiit republic brand which offers both a health club membership together with a boutique (outside of a health club) functional training membership.

Viva Leisure's CEO and Managing Director, Harry Konstantinou said:

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“The support of existing and new institutional investors is extremely encouraging. The funds raised will allow Viva Leisure to continue to implement its stated strategy and grow to be the number one health club owner in Australia and beyond.”

Key Dates

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| Trading Halt | Monday 2 December 2019 |
| Announcement of Completion of Capital Raising | Pre Market Open, Tuesday 3 December 2019 |
| Trading Halt Lifted, Trading Recommences | Pre Market Open, Tuesday 3 December 2019 |
| Settlement of New Shares Issued Under Placement | Thursday 5 December 2019 |
| Allotment and Ordinary Trading of New Shares Issued Under the Placement | Friday 6 December 2019 |

Ord Minnett Limited acted as Sole Lead Manager, Underwrite and Bookrunner to the Offer. Shaw and Partners acted as Co-Manager.

ENDS

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About Viva Leisure

Founded in 2004, Viva Leisure operates health clubs (gymnasiums) within the health and leisure industry. Viva Leisure's mission is to connect health and fitness to as many people as possible and aims to provide its members with affordable, accessible and awesome facilities.

Viva Leisure offers customers several different membership options and a range of different types of facilities from big-box fitness facilities to boutique fitness facilities. The Company currently operates within the Australian Capital Territory, New South Wales, Victoria and Queensland, with the majority operating under the Club Lime brand.

Important Notice and Disclaimer

This announcement has been prepared by Viva Leisure Limited ("Viva Leisure") in relation to the acquisition by Viva Leisure of FitnFast Health Clubs ("FnF") and an institutional placement of new fully paid ordinary shares in Viva Leisure to fund (in part) the acquisition of FnF. This announcement is not, and does not constitute, an offer to sell or the solicitation, invitation or recommendation to purchase any securities (including shares in Viva Leisure) or any other financial product and neither this announcement nor any of the information contained herein shall form the basis of any contract or commitment. In particular, this announcement does not constitute an offer to sell, or a solicitation of an offer to buy, any securities in the United States. The securities referred to in this announcement have not been, and will not be, registered under the U.S. Securities Act of 1933 ("U.S. Securities Act") or the securities laws of any state or other jurisdiction of the United States and may not be offered or sold in the United States unless the securities have been registered under the U.S. Securities Act or are offered and sold in a transaction exempt from, or not subject to, the registration requirements of the U.S. Securities Act and any other applicable securities laws. The distribution of this announcement in jurisdictions outside Australia may be restricted by law and you should observe any such restrictions.

No investment or financial product advice

The information contained in this announcement does not constitute investment or financial product advice (nor taxation, accounting or legal advice), is not a recommendation to acquire Viva Leisure shares and is not intended to be used or relied upon as the basis for making an investment decision. In providing this announcement, Viva Leisure has not considered the investment objectives, financial position or needs of any particular recipients. Each recipient of this announcement should make its own enquiries and investigations regarding any investment and in relation to all information in this announcement (including but not limited to the assumptions, uncertainties and contingencies which may affect future operations of Viva Leisure and the values and the impact that different future outcomes may have on Viva Leisure) and, before making any investment decisions, should consider the appropriateness of the information having regard to their own investment objectives, financial situation and needs and should seek legal, accounting and taxation advice appropriate to their jurisdiction. Viva Leisure is not licensed to provide investment or financial product advice in respect of Viva Leisure shares. Cooling off rights do not apply to the acquisition of Viva Leisure shares pursuant to the Placement.

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Future performance

This announcement contains certain forward-looking statements and comments about future events, including Viva Leisure's expectations about the performance of its businesses and the acquisition of FnF. Forward looking statements can generally be identified by the use of forward looking words such as, "expect", "anticipate", "likely", "intend", "should", "could", "may", "predict", "plan", "propose", "will", "believe", "forecast", "estimate", "target" and other similar expressions within the meaning of securities laws of applicable jurisdictions. Indications of, and guidance or outlook on, future earnings or financial position or performance are also forward-looking statements. Forward looking statements involve inherent risks and uncertainties, both general and specific, and there is a risk that such predictions, forecasts, projections and other forward-looking statements will not be achieved. A number of important factors could cause Viva Leisure's actual results to differ materially from the plans, objectives, expectations, estimates and intentions expressed in such forward-looking statements, including the risk factors described under the "Key Risks" section of the Investor Presentation, and many of these factors are beyond Viva Leisure's control. Forward looking statements are provided as a general guide only and should not be relied on as an indication or guarantee of future performance and involve known and unknown risks, uncertainty and other factors, many of which are outside the control of Viva Leisure. As such, undue reliance should not be placed on any forward-looking statement.

Past performance information given in this announcement is given for illustrative purposes only and is not necessarily a guide to future performance and no re-announcement or warranty is made by any person as to the likelihood of achievement or reasonableness of any forward-looking statements, forecast financial information or other forecasts.

No independent third party has reviewed the reasonableness of the forward-looking statements or any underlying assumptions. Nothing contained in this announcement nor any information made available to you is, or shall be relied upon as, a promise, re-announcement, warranty or guarantee as to the past, present or the future performance of Viva Leisure.