

Viva Leisure successfully completes the retail component of the entitlement offer

25 June 2020

Viva Leisure Limited (“**Viva Leisure**”) (ASX:VVA) is pleased to announce the successful completion of the retail component of its 1 for 6 accelerated pro rata non-renounceable entitlement offer (“**Entitlement Offer**”) of fully paid ordinary shares in Viva Leisure (“**New Shares**”) at the offer price of \$2.20 per New Share (“**Offer Price**”), details of which were announced to ASX on 4 June 2020.

The retail component of the Entitlement Offer (“**Retail Entitlement Offer**”) closed at 5.00pm (Sydney time) on Tuesday, 23 June 2020 and raised a total of approximately A\$3.5 million at the Offer Price. The total amount raised under the placement to sophisticated and institutional investors and the Entitlement Offer (together, the “**Offer**”) is approximately \$25.0 million.

The Retail Entitlement Offer saw strong support. A total of 439 valid applications for retail entitlements were received for approximately 0.9 million New Shares equating to approximately \$2.0 million, representing a take up rate by eligible retail shareholders of approximately 57%. In addition, applications accepted under the retail shortfall facility totalled approximately \$0.5 million, increasing the total take-up from eligible retail shareholders to approximately \$2.5 million (representing a total take up rate by eligible retail shareholders of 71%).

The approximate 0.5 million New Shares that were not taken up under the Retail Entitlement Offer will be allotted to sub-underwriters of the Retail Entitlement Offer.

Approximately 1.6 million New shares to be issued under the Retail Entitlement Offer are expected to be allotted on Tuesday, 30 June 2020 and will trade on the ASX on a normal settlement basis on Wednesday, 1 July 2020. New Shares issued under the Retail Entitlement Offer will rank equally with existing Viva Leisure shares as at their date of issue. Holding statements are expected to be despatched on Thursday, 2 July 2020.

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

“We’ve been really pleased with the response from shareholders who have participated in the institutional offer and additionally, the retail component of the Entitlement Offer. Investor feedback was overwhelmingly supportive of our strategy and their backing will allow Viva Leisure to capitalise on opportunities as they arise.”

“The success of the equity raising is a clear endorsement of Viva Leisure’s long term strategy. It will strengthen our balance sheet and liquidity position, increase our financial flexibility, and ensure that we can pursue accretive and strategic future acquisition opportunities, accelerate refurbishment of existing locations and accelerate new site roll-outs.”

Retail Investor Enquiries

Further information regarding the Retail Entitlement Offer is contained in the investor presentation released to the ASX on Thursday, 4 June 2020 (“**Investor Presentation**”) and the Retail Entitlement Offer booklet released to the ASX on Friday, 12 June 2020 (“**Retail Offer Booklet**”).

ENDS

Authorised by the Board of Directors of the Company

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.

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