

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

Quickflix Limited

ABN

62 102 459 352

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 | <ol style="list-style-type: none">1. Fully paid ordinary shares.2. Fully paid ordinary shares.3. Performance Rights. |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | <ol style="list-style-type: none">1. 850,000 Fully paid ordinary shares.2. 75,000 Fully paid ordinary shares.3. 168,750 Performance Rights. |

+ See chapter 19 for defined terms.

- 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)
- | | |
|--|--|
| | <ol style="list-style-type: none"> 1. Fully paid ordinary shares under voluntary escrow until 30 March 2013. 2. 37,500 fully paid ordinary shares under voluntary escrow until 19 May 2013 and 37,500 fully paid ordinary shares under voluntary escrow until 21 May 2013. 3. Performance rights that will vest 12 months from the holder's commencement date of employment with the Company (Vesting Period) and vesting is subject to various performance hurdles being met by the employee. Any shares issued will be subject to a six month voluntary escrow period from the date of vesting. Performance Rights which have not vested at the end of the Vesting Period will lapse. |
|--|--|

- 4 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
- | | |
|--|---|
| | <ol style="list-style-type: none"> 1. & 2. No – the fully paid ordinary shares will be quoted but are subject to voluntary escrow. Following the release from voluntary escrow, the shares will rank equally with existing quoted fully paid ordinary shares. 3. No – the performance rights are a new class of unquoted security. Following issue of any shares and completion of the six month voluntary escrow period, the shares will rank equally with existing quoted fully paid ordinary shares. |
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<p>5 Issue price or consideration</p>	<p>1. Issued pursuant to terms of the Employee Performance Rights Plan approved by shareholders at the AGM held on 29 November 2011.</p> <p>2. Issued pursuant to terms of the Employee Performance Rights Plan approved by shareholders at the AGM held on 29 November 2011.</p> <p>3. Issued pursuant to terms of the Employee Performance Rights Plan approved by shareholders at the AGM held on 29 November 2011.</p>
<p>6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>1. Issue of 850,000 fully paid ordinary shares on vesting of 850,000 employee performance rights which were issued on 25 January 2012 subject to the terms and conditions of the Employee Performance Rights Plan approved by shareholders at the AGM held on 29 November 2011.</p> <p>2. Issue of 75,000 vested employee performance rights as fully paid ordinary shares subject to the terms and conditions of the Employee Performance Rights Plan approved by shareholders at the AGM held on 29 November 2011.</p> <p>3. Issue of employee performance rights pursuant to the terms and conditions of the Employee Performance Rights Plan approved by shareholders at the AGM held on 29 November 2011.</p>
<p>6a Is the entity an +eligible entity that has obtained security holder approval under rule 7.1A?</p> <p>If Yes, complete sections 6b – 6h in relation to the +securities the subject of this Appendix 3B, and comply with section 6i</p>	<p>Yes.</p>
<p>6b The date the security holder resolution under rule 7.1A was passed</p>	<p>30 November 2012</p>
<p>6c Number of +securities issued without security holder approval under rule 7.1</p>	<p>Nil.</p>
<p>6d Number of +securities issued with security holder approval under rule 7.1A</p>	<p>Nil.</p>

+ See chapter 19 for defined terms.

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	<ol style="list-style-type: none"> 1. 850,000 fully paid ordinary shares under ASX Listing Rule 7.2 Exception 9. 2. 75,000 fully paid ordinary shares under ASX Listing Rule 7.2 Exception 9. 3. 168,750 performance Rights under ASX Listing Rule 7.2 Exception 9. 					
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	<p>ASX Listing Rule 7.1 - 67,723,183.</p> <p>ASX Listing Rule 7.1A - 45,328,788.</p>					
7	Dates of entering +securities into uncertificated holdings or despatch of certificates	28 December 2012					
8	Number and +class of all +securities quoted on ASX (including the securities in section 2 if applicable)	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 50%;">Number</th> <th style="width: 50%;">+Class</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">453,557,887</td> <td>Ordinary shares. (Code: QFX)</td> </tr> </tbody> </table>	Number	+Class	453,557,887	Ordinary shares. (Code: QFX)	
Number	+Class						
453,557,887	Ordinary shares. (Code: QFX)						

	Number	+Class
9	Number and +class of all +securities not quoted on ASX (including the securities in section 2 if applicable)	<p>2,000,000 Employee Options exercisable at \$0.05 on or before 28 July 2016.</p> <p>250,000 Employee Options exercisable at \$0.05 on or before 1 March 2013.</p> <p>500,000 Employee Options exercisable at \$0.05 on or before 24 December 2013.</p> <p>2,500,000 * Director Options exercisable at \$0.085 on or before 9 December 2015.</p> <p>5,000,000 Employee Options exercisable at \$0.085 on or before 9 December 2016.</p> <p>168,750 ** Employee performance rights.</p> <p>83,333,333 Redeemable convertible preference shares.</p> <p><i>* Note - 2,500,000 Director Options exercisable at \$0.085 on or before 9 December 2015 have lapsed in accordance with the terms of the options as the Director has left the Company.</i></p> <p><i>** Note - 275,000 employee performance rights have lapsed as the employee holders have left the Company.</i></p>

10	Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	N/A
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Part 2 - Bonus issue or pro rata issue

11	Is security holder approval required?	N/A
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	

+ See chapter 19 for defined terms.

- 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
- 26 Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled
- 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

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- 28 Date rights trading will begin (if applicable)
- 29 Date rights trading will end (if applicable)
- 30 How do ⁺security holders sell their entitlements *in full* through a broker?
- 31 How do ⁺security holders sell *part* of their entitlements through a broker and accept for the balance?
- 32 How do ⁺security holders dispose of their entitlements (except by sale through a broker)?
- 33 ⁺Despatch date

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
NOTE - only the fully paid ordinary shares to be quoted.
- (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

+ See chapter 19 for defined terms.

- 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

39 Class of +securities for which quotation is sought

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

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)

42 Number and +class of all +securities quoted on ASX (including the securities in clause 38)

Number	+Class

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.

+ See chapter 19 for defined terms.

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.



Sign here: Date: 28 December 2012
(~~Director~~/Company secretary)

Print name: SUSAN HUNTER

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Appendix 3B – Annexure 1

Calculation of placement capacity under rule 7.1 and rule 7.1A for eligible entities

Introduced 01/08/12

Part 1

Rule 7.1 – Issues exceeding 15% of capital	
Step 1: Calculate “A”, the base figure from which the placement capacity is calculated	
Insert number of fully paid ordinary securities on issue 12 months before date of issue or agreement to issue	427,861,258
<p>Add the following:</p> <ul style="list-style-type: none"> • Number of fully paid ordinary securities issued in that 12 month period under an exception in rule 7.2 • Number of fully paid ordinary securities issued in that 12 month period with shareholder approval • Number of partly paid ordinary securities that became fully paid in that 12 month period <p><i>Note:</i></p> <ul style="list-style-type: none"> • <i>Include only ordinary securities here – other classes of equity securities cannot be added</i> • <i>Include here (if applicable) the securities the subject of the Appendix 3B to which this form is annexed</i> • <i>It may be useful to set out issues of securities on different dates as separate line items</i> 	<p>19/1/12 - Issue of 262,500 shares under ASX Listing Rule 7.2 (Exception 9).</p> <p>22/2/12 - Share placement of 21,739,129 shares approved by shareholders on 30/12/12.</p> <p>27/4/12 - Exercise of 500,000 employee ESOP options into shares under ASX Listing Rule 7.2 (Exception 9).</p> <p>12/11/12 - Exercise of 2,000,000 Director options into shares under ASX Listing Rule 7.2 (Exception 14).</p> <p>28/12/12 - Vesting of 850,000 performance rights into shares under ASX Listing Rule 7.2 (Exception 9).</p> <p>28/12/12 - Issue and immediate vesting of 75,000 performance rights into shares under ASX Listing Rule 7.2 (Exception 9).</p>
Subtract the number of fully paid ordinary securities cancelled during that 12 month period	Nil
“A”	453,287,887

+ See chapter 19 for defined terms.

Step 2: Calculate 15% of “A”	
“B”	0.15 <i>[Note: this value cannot be changed]</i>
Multiply “A” by 0.15	67,993,183
Step 3: Calculate “C”, the amount of placement capacity under rule 7.1 that has already been used	
<p>Insert number of equity securities issued or agreed to be issued in that 12 month period <i>not counting</i> those issued:</p> <ul style="list-style-type: none"> • Under an exception in rule 7.2 • Under rule 7.1A • With security holder approval under rule 7.1 or rule 7.4 <p><i>Note:</i></p> <ul style="list-style-type: none"> • <i>This applies to equity securities, unless specifically excluded – not just ordinary securities</i> • <i>Include here (if applicable) the securities the subject of the Appendix 3B to which this form is annexed</i> • <i>It may be useful to set out issues of securities on different dates as separate line items</i> 	18/1/12 - issue of 270,000 shares.
“C”	270,000
Step 4: Subtract “C” from [“A” x “B”] to calculate remaining placement capacity under rule 7.1	
“A” x 0.15 <i>Note: number must be same as shown in Step 2</i>	67,993,183
Subtract “C” <i>Note: number must be same as shown in Step 3</i>	270,000
Total [“A” x 0.15] – “C”	67,723,183 <i>[Note: this is the remaining placement capacity under rule 7.1]</i>

Part 2

Rule 7.1A – Additional placement capacity for eligible entities	
Step 1: Calculate “A”, the base figure from which the placement capacity is calculated	
“A” <i>Note: number must be same as shown in Step 1 of Part 1</i>	453,287,887
Step 2: Calculate 10% of “A”	
“D”	0.10 <i>Note: this value cannot be changed</i>
Multiply “A” by 0.10	45,328,788
Step 3: Calculate “E”, the amount of placement capacity under rule 7.1A that has already been used	
Insert number of equity securities issued or agreed to be issued in that 12 month period under rule 7.1A Notes: <ul style="list-style-type: none"> • <i>This applies to equity securities – not just ordinary securities</i> • <i>Include here – if applicable – the securities the subject of the Appendix 3B to which this form is annexed</i> • <i>Do not include equity securities issued under rule 7.1 (they must be dealt with in Part 1), or for which specific security holder approval has been obtained</i> • <i>It may be useful to set out issues of securities on different dates as separate line items</i> 	Nil.
“E”	Nil.

+ See chapter 19 for defined terms.

Step 4: Subtract "E" from ["A" x "D"] to calculate remaining placement capacity under rule 7.1A

"A" x 0.10

45,328,788

Note: number must be same as shown in Step 2

Subtract "E"

Nil.

Note: number must be same as shown in Step 3

Total ["A" x 0.10] – "E"

45,328,788

Note: this is the remaining placement capacity under rule 7.1A