

Form 604
Corporations Act 2001
Section 671B

Notice of change of interests of substantial holder

To: Company Name/Scheme DroneShield Limited (the Company)

ACN/ARSN 608 916 868

1. Details of substantial holder (1)

Name Brian Hearing

ACN/ARSN (if applicable) N/A
CBM Supe

There was a change in the interests of the substantial holder on

29 / 03 / 18

The previous notice was given to the company on

24 / 06 / 16

The previous notice was dated

24 / 06 / 16

2. Previous and present voting power

The total number of votes attached to all the voting shares in the company or voting interests in the scheme that the substantial holder or an associate (2) had a relevant interest (3) in when last required, and when now required, to give a substantial holding notice to the company of scheme, are as follows:

Class of securities (4)	Previous notice		Present notice	
	Person's votes	Voting power (5)	Person's votes	Voting power (5)
Fully paid ordinary shares	17,550,000	13.00%	17,550,000	10.34%

3. Changes in relevant interests

Particulars of each change in, or change in the nature of, a relevant interest of the substantial holder or an associate in voting securities of the company or scheme, since the substantial holder was last required to give a substantial holding notice to the company or scheme as follows:

Date of change	Person whose relevant interest changed	Nature of change (6)	Consideration given in relation to change (7)	Class and number of securities affected	Person's votes affected
29/03/2018	Brian Hearing	Ownership percentage diluted to 10.34% due to the Company's placement to other investors (no change in the number of shares held)	N/A	17,550,000 ordinary shares (escrowed to 22 June 2018)	17,550,000

4. Present relevant interest

Particulars of each relevant interest of the substantial holder in voting securities after the change are as follows:

Holder of relevant interest	Registered holder of securities	Person entitled to be registered as holder (8)	Nature of relevant interest (6)	Class and number of securities	Person's votes
Brian Hearing	Brian Hearing	Brian Hearing	Registered holder	17,550,000 ordinary shares (escrowed to 22 June 2018)	17,550,000

6. Changes in association

The persons who have become associates (2) of, ceased to be associates of, or have changed the nature of their association (9) with, the substantial holder in relation to voting interests in the company or scheme are as follows:

Name and ACN/ARSN (if applicable)	Nature of association
N/A	N/A

7. Addresses

The addressees of persons named in this form are as follows:

Name	Address
Brian Hearing	6368 Burton Circle, Falls Church, VA 22041 USA

Signature

print name Brian Hearing capacity N/A
 sign here  date 4 / 4 / 18

DIRECTIONS

- (1) If there are a number of substantial holders with similar or related relevant issues (eg. A corporation and its related corporations, or the manager and trustee of an equity trust), the names could be included in an annexure to the form. If the relevant interests of a group of persons are essentially similar, they may be referred to throughout the form as a specifically named group if the membership of each group, with the names and addressees of members is clearly set out in paragraph 6 of the form.
- (2) See the definition of "associate" in Section 9 of the Corporations Act 2001.
- (3) See the definition of "relevant interest" in sections 606 and 671B(7) of the Corporations Act 2001.
- (4) The voting shares of a company constitute one class unless divided into separate classes.
- (5) The person's votes divided by the total votes in the body corporate or scheme multiplied by 100.