

Balmain/Rozelle Financial Services Limited

06 May 2022

Balmain/Rozelle Community Financial Services Limited enters into conditional Purchase Agreement

The Board of Balmain/Rozelle Community Financial Services Limited (**BRFSL**) - operator of Community Bank Balmain-Rozelle - has received an offer from City West Community Financial Services Limited (**CWFSL**) - operator of Community Bank Darling Square - to acquire BRFSL's rights in relation to the revenue from BRFSL's loans, deposits and other revenue-generating business (**Proposed Sale**).

Having consulted with Bendigo and Adelaide Bank Limited (**Bendigo**) and BRFSL's independent advisors, BRFSL has entered into the conditional Branch Sale Agreement in order to give effect to the Proposed Sale. The Proposed Sale is subject to (among other conditions) BRFSL obtaining the approval of its shareholders and so the transaction will be put to a shareholder vote at a General Meeting to be held in June.

If BRFSL shareholders approve the Proposed Sale, it is the intention of the parties that:

- BRFSL's loans, deposits and other revenue-generating business will be transferred to CWFSL's Community Bank Darling Square branch;
- BRFSL's Community Bank Balmain-Rozelle branch will close; and
- Bendigo and BRFSL will terminate their Franchise Agreement by mutual agreement.

CWFSL has committed to continuing to support the Balmain and Rozelle communities and customers following the transaction.

The transaction is subject to a number of pre-conditions being satisfied or waived. If these conditions are met, including receiving the necessary shareholder approval, completion is expected to occur at the end of June 2022. The net sale proceeds and any other retained earnings of BRFSL will be distributed to shareholders after all of BRFSL's costs, liabilities and obligations are met or otherwise provisioned for by BRFSL.

Greg Pattison

Chairman

Balmain/Rozelle Financial Services Limited.