

6 May 2022

Dear Shareholders,

Re: Establishment of Low Volume Market

Late last year East Malvern Community Financial Services Limited (EMCFS) took significant steps to secure its future and ultimately improve returns to all our stakeholders by acquiring the Branch premises and conducting a 1 for 3 entitlement offer at \$2.50 per share to help finance the acquisition. It was very hearting to see existing shareholders positively responding to the opportunity to increase their investment in our social enterprise by strongly endorsing the entitlement offer which closed more than 20% oversubscribed.

As an unlisted public company it has historically not been easy to buy/sell shares or introduce new shareholders which is why EMCFS has taken the step to register for a Low Volume Market (LVM) that has been approved by ASIC and is now operational. This new facility provides a more transparent vehicle for existing shareholders or other interested individuals to register their interest in buying or selling shares in EMCFS which operates the Community Bank Malvern East branch of Bendigo Bank. Full details of how the LVM works including online forms to register bids can be located by clicking the link below or typing the full address into your web browser:

[Community Bank Malvern East | Bendigo Bank](https://www.bendigobank.com.au/branch/vic/community-bank-malvern-east/)

<https://www.bendigobank.com.au/branch/vic/community-bank-malvern-east/>

Today also marks the 22nd anniversary of opening the Branch on 6 May 2000. After originally raising \$376,800 capital the cumulative returns from our social enterprise have been:

Sponsorships and donations	\$4,795,000	72%
Dividends paid to shareholders	\$1,487,000	23%
Retained earnings	<u>\$ 343,000</u>	<u>5%</u>
Total	\$6,625,000	100%

As a for profit social enterprise EMCFS exists to provide personal banking services to our community and to equitably share the profits of the business between our community partners and shareholders. Although the Branch was established 22 years ago, the success and aims of our social enterprise well accords with the very modern thesis of ESG investing that many shareholders are seeking. The Board hopes that by establishing a LVM many more individuals will be able to participate as investors in our social enterprise.

Thank you for your ongoing support of the social enterprise we know as the Community Bank Malvern East.



Stuart Martyn
Chairman

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