

9 October 2020

Murrumbeena Community Bank Branch enters into conditional Purchase Agreement

The Board of Murrumbeena Community Financial Services Limited (MCFSL), has made an offer, in the form of a Purchase Agreement, to Ormond McKinnon Community Enterprises Limited (OMCEL) to acquire OMCEL's rights in relation to the revenue from its loans, deposits and other revenue generating business. Having consulted with Bendigo Bank and our Legal team, the Board has entered into the conditional Purchase Agreement, which is subject to several pre-conditions including OMCEL shareholder approval. The transaction will be put to a shareholder vote at the OMCEL 2020 AGM on 5 November.

Other pre-conditions include MCFSL obtaining a loan from Bendigo Bank; Bendigo Bank agreeing to re-domicile OMCEL's customers to MCFSL and OMCEL terminating its franchise agreement with Bendigo Bank. If all pre-conditions are met or waived, OMCEL's business and customers will be merged into MCFSL's Murrumbeena Community Bank. Completion is expected to occur in late 2020.

Dennis Tarrant, MCFSL Chairman said, "We are proud of the customer focused banking service we provide to the community. During the past 16 years, we have returned \$3 million in community contributions. If the purchase is approved by OMCEL's shareholders, we look forward to building strong relationships with customers and investing into the Ormond and McKinnon community."

For further information, please contact:

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