

Murrumbeena Community Financial Services Limited
Shareholder Notice – 27 October 2023

The Board of Murrumbeena Community Financial Services Limited (**MCFSL**) has entered into a conditional Business Sale Agreement with East Malvern Community Financial Services Limited (**EMCFSL**) to sell MCFSL's assets, including the revenue right from the loans, deposits and other revenue generating business under the franchise agreement between Bendigo and Adelaide Bank Limited (**Bendigo Bank**) and MCFSL, and its plant and equipment, for \$2,750,001 (exclusive of GST).

Having obtained advice from its lawyers, the Business Sale Agreement is subject to a number of conditions including the approval of the MCFSL shareholders. The transaction will be put to the MCFSL shareholders at the annual general meeting, details of which will be provided to shareholders shortly.

Other pre-conditions include Bendigo Bank consenting to the transaction, EMCFSL obtaining finance approval, EMCFSL completing its due diligence, and Bendigo Bank accepting MCFSL's request to terminate its franchise agreement with Bendigo Bank.

If all conditions are met or waived, MCFSL's business will transfer to EMCFSL and EMCFSL is expected to take over MCFSL's premises. Completion is expected to occur at the end of November 2023.

It is a term of the Business Sale Agreement that EMCFSL makes sponsorship and grant payments of \$250,000 in the 12 months following completion, and then annual sponsorship and grant payments of between 8% and 12% of the annual revenue attributable to the Murrumbeena branch thereafter. These sponsorships and grants are to be provided by EMCFSL to community organisations in or with a connection to the Murrumbeena community.

For further information, please contact:

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Chair

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