

Tumby Bay District Financial Services Ltd

27-5-2022

Tumby Bay District Financial Services Limited (TBDFSL) – operator of Tumby Bay Community Bank – has received an offer, in the form of a Transaction Agreement, from Cummins District Financial Services Limited (CDFSL) – operator of Cummins Community Bank – to acquire TBDFSL's right in relation to the revenue from TBDFSL's loans, deposits and other revenue-generating business.

Having consulted with TBDFSL's independent advisors, the Board has entered into a conditional Transaction Agreement, which is subject to TBDFSL shareholders approval. The transaction will be put to a shareholder vote at an Extraordinary General Meeting.

If TBDFSL shareholders approve the transaction, it is the intention of the parties that:

- TBDFSL's loans, deposits and other revenue-generating business will be transferred to CDFSL's Cummins Community Bank,
- the North Terrace branch will close; and
- Bendigo and Adelaide Bank and TBDFSL will terminate their Franchise Agreement by mutual agreement.

CDFSL has committed to continuing to support the Tumby Bay community and customers domiciled at the Community Bank Cummins following the transaction, and have agreed to pursue the opening of an Agency in Tumby Bay and continuing the Agency in Cleve.

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 in July 2022, or such other time as agreed by both parties. The net sale proceeds would be distributed to TBDFSL shareholders after the TBDFSL's other liabilities and obligations are met or provisioned for in 2022.

For further information, please contact



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