

McMillanShakespeareGroup

ASX ANNOUNCEMENT

National Warranty Company Remediation Program

We refer to the announcement issued this morning by the Australian Securities and Investment Commission (ASIC) concerning National Warranty Company (NWC).

NWC is the trading name of Davantage Group Pty Ltd (Davantage). Davantage was registered as a company in 2013 and acquired the business trading as NWC in June 2013. Davantage is a subsidiary of Presidian Holdings Pty Ltd (Presidian). Presidian was acquired by the McMillan Shakespeare Group (MMS) in February 2015.

As detailed in the ASIC announcement, NWC has agreed with ASIC to provide certain refunds via a remediation program to a number of customers who purchased warranties issued by NWC between 1 July 2013 and 28 May 2015 where commissions were paid to NWC's authorised representatives.

NWC reported the breach to ASIC in December 2014.

As part of the Presidian acquisition in 2015, indemnities were provided to MMS by the sellers and approximately \$5 million has been specifically retained in escrow as security for loss or liability incurred by MMS as a consequence of the outcome of ASIC's investigations. As a result, the resolution of this matter with ASIC is not expected to have a financial impact on MMS or its financial results.

For more information please contact:



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