4 December 2017

ASX Release

MONEY3 SECURES $150M DEBT FACILITY

Money3 Corporation Limited (ASX: MNY) is delighted to announce, it has secured a $150m debt facility to be drawn in three tranches to fund the growth of its secured automotive receivables. This has resolved a major legacy issue for the company and places us in an excellent position to grow strongly over the next 3 to 5 years.

The key features of the facility are as follows;

- $150m facility in 3 tranches of $50m which will consolidate all existing debt and provide an additional $70m of funding above existing facilities;
- First tranche will replace the existing $50m facility (at a reduced effective interest rate)
- Second tranche will pay out the existing bonds when they mature in May 2018 ($30m) and provide a further $20m of funding;
- Third tranche ($50m) available as needed to grow secured automotive receivables;
- Single digit interest rate;
- 3-year term – extendable up to 5 years and repayable after 2.5 years without penalty;
- Branch and online unsecured loan books are not included in the security pool;
- When the facility is fully drawn, receivables greater than the required security coverage can be used to source further external funding via securitisation if needed;

This new debt facility provides access to an additional $70m of funding over existing facilities. This does not include funds which may be available from the conversion of the $1.29 options held by bondholders (total c.$18m), or proceeds from selling or collecting the branch and online loan books. Collectively, these sources, in addition to available cash and retained earnings, provide a total of c.$160m of further funding over existing facilities, to fund growth of the secured automotive loan receivables.

Mr Baldwin, CEO of Money3 said "Once fully deployed, the secured automotive loan book will be in excess of $430m and we will be well on our way to doubling our market share of the secured automotive market"

This new funding facility is strategically significant for the company as it not only gives the company funding for growth over the next 3 to 5 years but it also fast tracks the exit from SACC (Small Amount Credit Contract) lending and allows us to move forward with a sale, collection or a management buyout of our Branch and Online divisions, netting in excess of $40M of available funds. The timing of the exit from SACC lending is anticipated to be in the first half of FY19.

-ENDS-

For further information please contact:

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