

ASX/Media Release

21 December 2018

Australian Securities Exchange
20 Bridge St
Sydney NSW 2000

MARKET UPDATE

Freedom Insurance Group Limited (ASX: FIG) provides an update on its earnings expectations for the half year ending 31 December 2018.

Having regard to management accounts and anticipated results for the remainder of the half year, Freedom expects that for the six months ended 31 December 2018 it will record an EBITDA loss of between \$9.0 million and \$10.0 million, compared to previously advised expected EBITDA loss of between approximately \$7.0 million and \$8.0 million. This updated earnings expectation excludes any remediation.

The revised earnings expectation reflects lower than anticipated Net Revenue, due to higher commission clawbacks, and higher one-off external consultant costs.

The Company notes that, as a normal process in the preparation of its half year accounts, the company will be reviewing the assumptions underlying the calculation of the Net Present Value of its trail commissions. Any changes to the assumptions arising from this review may impact the value of the trail asset and earnings of the company.

The company will provide a further detail regarding its financial performance at its Half Year financial results announcement in late February 2018.

ENDS

For more information:

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