The Manager – Listings
Australian Securities Exchange Limited
Exchange Centre
20 Bridge Street
Sydney NSW 2000

15 October 2019

ADOPTION OF DIVIDEND POLICY

Consolidated Operations Group Limited (ASX: COG) is pleased to advise that its Board has resolved to adopt a dividend policy, targeting a dividend payout ratio of up to 50% of statutory Net Profit After Tax, after non-controlling interests, per annum.

The Company intends to announce a dividend for the period ended June 2020, with the amount and timeline for such dividend payment to be announced to the ASX in due course when that specific dividend is resolved by the Board and after the closing of the results for that period. The Company expects that the dividends will be fully franked, however confirmation of franking related to actual dividend payments will be announced for each specific dividend at the time of their approval by the Board.

It addition to the Dividend Policy announced above, the Company intends to implement a Dividend Reinvestment Plan ("DRP"), with the discount under the plan, subject to board approval, of a discount of up to 5.0%. The DRP Policy is presently being prepared and will be announced to the market once completed.

Andrew Bennett

CEO

0405 380 241

Cameron McCullagh

Executive Director

0439 998 818

Who We Are

Consolidated Operations Group (COG) has two complementary businesses:

1. Asset Finance Broking. Through our membership group serving independent brokers and COG's equity owned brokers (brokers in which we have invested), we are Australia's largest asset finance group, representing over $4 billion per annum of Net Asset Finance (NAF). We will grow NAF through organic growth and further equity investment in brokers.
2. Product. Through broker distribution, TL Rentals provide equipment finance to SMEs. We have grown annual lease origination organically by 27% and 38% in the last two financial years.

In both businesses we are small parts of large markets, with growth opportunities through consolidation and organic growth.