

23 March 2020

ASX Announcement

Market update and withdrawal of guidance

Global fund administrator, Mainstream Group Holdings Limited (ASX: MAI), provides the following update given material changes in market conditions and the COVID-19 pandemic.

Given the uncertainty and unknown duration of current conditions, Mainstream believes it is prudent to withdraw its FY20 earnings guidance at this time.

The majority of Mainstream's revenue is recurring in nature via long term contracts to provide essential fund services to our fund manager clients. Clients are diversified, with variation in their exposure to market movements. Revenue is expected to be robust with some impact from market volatility and cash rate changes.

The Company is reviewing a number of initiatives to reduce costs, including temporary reductions in Board fees and executive salaries, and a review of growth investments and projects in line with market conditions and client demand.

Response to COVID-19

Mainstream's immediate priorities are to safeguard the well-being of our employees and ensure our services continue to be delivered to our clients as far as is reasonably practical. Globally, our businesses are implementing measures to reduce the chance of COVID-19 transmission in our workplaces.

Mainstream has business continuity plans in place to respond to various scenarios of COVID-19 as required.

Authorisation

This ASX Announcement has been authorised by the Company's board of directors.

For more information

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About Mainstream Group Holdings

Mainstream Group Holdings Limited (ASX: MAI) provides fund and superannuation administration services underpinned by investment in people, processes and technology.

As at December 2019 the Group provides administration services to 1,011 funds and more than 105,000 investors with funds under administration in excess of AUD \$187 billion.

Mainstream employs 278 people, with operations in Australia, Singapore, Hong Kong, the United States, the Isle of Man, Malta, Ireland and the Cayman Islands.

For more information, please visit: <https://www.mainstreamgroup.com>.