

31 March 2020

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

CML GROUP LIMITED – ACQUISITION UPDATE

Consolidated Operations Group Limited (**COG**) refers to its earlier ASX announcement of 4 March 2020 with respect to the acquisition of CML Group Limited (**CML**) wherein COG announced that, at that point in time, it had no intention of voting in favour of the Scottish Pacific Group Limited (**ScotPac**) proposed CML Scheme of Arrangement (**Current Scheme**).

With the significant adverse changes to market conditions as a result of COVID -19, COG has determined that it no longer seeks to acquire CML and its interests are now best served by the Current Scheme proceeding so that COG would receive cash for its 17.4% interest in CML.

On this basis COG hereby advises that, in the absence of a higher offer and in light of the material changes in market conditions, COG is supportive of the Current Scheme.

If not restricted by its earlier statement, in light of the material change in global market conditions, COG will vote in favour of the Current Scheme.

In any event, COG reserves its right to sell down its CML shares at any time given market conditions.

Announcement authorised by: Andrew Bennett, Chief Executive Officer

For further information please contact:

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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.