

Date: 16 May 2018

AURORA FUNDS MANAGEMENT LIMITED – TERMINATION OF REGISTRY SERVICES AGREEMENT

The Board of Registry Direct Limited (**Registry Direct**) (ASX: **RD1**) wishes to advise that the registry services agreement with Aurora Funds Management Limited (**Aurora**) has been terminated.

Further to our announcement and the announcement released by Aurora yesterday, Aurora indicated that the termination of the agreement was related to the misappropriation of money from one of its funds. **To clarify, Registry Direct did not misappropriate any funds.**

As mentioned in its announcements of 21 February 2018 and 27 March 2018, Registry Direct identified in January 2018 that it had received an improper transfer of \$145,848 (**Improper Payment**) which was dishonestly transferred to it by a service provider who had been engaged by Registry Direct to provide accounting services. This service provider was a director of Aurora at the time and it is understood that this person has also pleaded guilty to the misappropriation of the funds. At the time, the service provider misled Registry Direct into believing that the Improper Payment was a valid payment from the Australian Taxation Office.

As previously announced, upon the Improper Payment being repaid to Aurora, Aurora released Registry Direct from all claims, actions, suits and demands with respect to the Improper Payment and has also provided Registry Direct with an indemnity in respect of all claims, actions, suits or demands that may be made against Registry Direct by a third party in respect of the Improper Payment.

Registry Direct has reserved its rights in respect of the recovery of these funds.

As is understandable in circumstances such as these, the activities of the service provider created a considerable strain on the relationship between Registry Direct and Aurora. Registry Direct thanks Aurora for its business and wish it all the best in the future.

For more information, please contact:

David Lilja
Company Secretary

Email: enquiries@registrydirect.com.au