

Via ASX Online**ASX ANNOUNCEMENT – 4 July 2022**

ASX Market Announcements Office

ASX Limited

Investment in McGregor Wealth Management Pty Ltd

Diverger Limited (**Diverger**) advises that its wholly owned subsidiary, Diverger Wealth Holdings Pty Ltd has executed agreements effective 1 July 2022, to acquire a 35% equity interest in McGregor Wealth Management Pty Ltd (**MWM**), a leading financial planning practice licensed through GPS Wealth Limited (AFSL 254 544, also a wholly owned subsidiary of the Diverger group).

Diverger's strategic intent is to be a market leading provider of services to advisers. The investment in MWM forms part of a broader strategy to invest in a number of practices and provide additional resources that assist in their next phase of growth. Investment in growing adviser practices enhances the contribution of Diverger's Wealth Solutions division through increased share of earnings and recurring cash dividends.

Purchase consideration for MWM consists of an initial cash consideration of \$0.74 million, followed by deferred consideration up to \$0.56 million during the first 18 months, subject to agreed earnings targets. Expected Earnings Before Interest, Tax and Amortisation (EBITA) contribution from MWM is based on a run rate EBITA of \$0.70 million per annum for which Diverger's share will be \$0.25 million on an equity accounted basis. This investment is separate and above the existing practice service fees received from MWM.

Authorised for release by the Board of Diverger Limited.

Further information

For all enquiries, please contact Diverger at 1300 655 695 and info@diverger.com.au.