

Cash Converters enters Enforceable Undertaking with AUSTRAC

Cash Converters International Limited* (ASX: CCV) ('Cash Converters' or 'The Company') has entered an Enforceable Undertaking (EU) with AUSTRAC. The EU follows an investigation undertaken by AUSTRAC commencing in August 2020, in relation to Cash Converters' compliance with Australia's anti-money laundering and counter-terrorism financing (AML/CTF) laws.

AUSTRAC uses a range of regulatory tools and powers to ensure compliance. Interactions are tailored based on the level of risk posed by the entities AUSTRAC regulates. One tool is an enforceable undertaking which an entity offers to enter with AUSTRAC. The EU details the specific actions the entity will commence or cease in order to comply with the AML/CTF Act.

No fine has been imposed as a part of this EU.

Cash Converters Managing Director Sam Budiselik said:

"Cash Converters takes its AML/CTF obligations seriously and over the past two years has undertaken an uplift program to address shortcomings identified during the course of AUSTRAC's investigation. The uplift has resulted in a significant improvement in the Company's AML/CTF compliance obligations, with the EU representing the final stages in that process, affirming the Company's ongoing commitment to AML/CTF compliance."

"AUSTRAC has acknowledged the significant steps taken by Cash Converters and the co-operation of the Company, demonstrating our commitment to ongoing compliance. Cash Converters is aware of the role financial service providers play in protecting the community from the harm caused by money laundering and terrorism financing."

Under the EU, the relevant members of the Group are required to:

- Complete a Remediation Acquittal Report by 28 April 2023;
- Appoint an External Auditor by 30 June 2023 to conduct an assessment of the implementation of actions detailed in the Remediation Acquittal Report.
- Provide the External Auditors final report to AUSTRAC by 30 November 2023;
- Provide to AUSTRAC a written report detailing Cash Converters response to any findings by the External Auditor by 18 December 2023;

The delivery of the Remediation Acquittal Report and written report in response to the External Auditor's findings will be overseen by Cash Converters Risk and Compliance team, which reports through the Head of Risk to the Managing Director and Audit and Risk Committee.

AUSTRAC's announcement and the EU are available on AUSTRAC's website.

Sam Budiselik

Managing Director & Chief Executive Officer

Authorised for release by the Board of Cash Converters International Limited.

*Cash Converters entered the EU through the following Group members: Cash Converters Personal Finance Pty Ltd; Cash Converters (Cash Advance) Pty Ltd; Cash Converters (Stores) Pty Ltd; and Green Light Auto Group Pty Limited.

About Cash Converters

Cash Converters International (ASX: CCV) is Australia's leading sub-prime, non-bank lender and second-hand retailer.

Commencing trade in 1984 as a single store in Perth, Western Australia Cash Converters has since expanded its footprint to over 150 stores in Australia and over 500 franchise stores overseas. Our product offering has also been expanded over time, entering personal and vehicle finance markets where we now maintain significant market share.

Cash Converters has also established a significant online presence in recent years to complement its extensive store network, providing both lending and retail services online to a growing number of customers.

Cash Converters holds an Australian Credit Licence, operates under the National Credit Act and offers customers the key protections of regulated credit products under the responsible lending framework overseen by regulators.

To learn more, please visit: www.cashconverters.com
