

5 September 2023

## FINEXIA FINANCIAL GROUP LIMITED (FNX): DIVIDEND POLICY and DIVIDEND REINVESTMENT PLAN

Dear Shareholder,

The Board of Finexia Financial Group Limited (ASX:FNX) (the “**Company**”) is pleased to announce that the Company has formalised a dividend policy which will be effective from the financial year ending 30 June 2023. The Company will seek to maintain an annual dividend payout of between 10% to 30% of its net profit after tax attributable to owners (“**NPAT**”), subject to a cap of 50% of free cash flow, and other considerations.

The actual dividend declared, as may be determined by the Board of Directors, takes into consideration the following factors, including amongst others:

- (a) The recognition of NPAT and availability of cash for distribution to shareholders;
- (b) Any banking or other funding requirements by which the Company is bound to from time to time;
- (c) A sustainable debt level of not more than a 0.70 times total debt to equity ratio;
- (d) The future operating and investment needs of the Company;
- (e) The anticipated future growth and earnings of the Company, and
- (f) Any relevant applicable laws.

The Company is committed to delivering value to our shareholders, and to maintain a balance between meeting shareholders' expectations and the growth of the Company with a sustainable dividend policy.

The Board will review the dividend policy on an annual basis to ensure its appropriateness in light of the Company's financial performance and strategic goals. The Board reserves the right in its sole and absolute discretion to amend, modify and/or update after every review of the dividend policy.

In parallel with the formalisation of the aforementioned dividend policy, the Board is pleased to advise that a Dividend Reinvestment Plan (DRP) has been approved and is effective immediately. Investors can access the DRP rules via the following link <https://www.finexia.com.au/drp.html>

On 28 August 2023 your Company announced its annual profit results, headlined by the declaration of a maiden dividend of \$0.02 per share on a dividend yield 8.50%. The key highlights included:

Operating Income	A\$14.22M	(2022: A\$10.50M)
Net Operating Profit (after tax)	A\$3.21M	(2022: A\$3.29M)
Earnings per Share	A\$0.083	(2022: A\$0.096)
Dividend per Share	<b>A\$0.02</b>	(2022: NIL)
Price to Earnings Ratio	3.13X	(mkt price \$0.26 – 16 August 2023)

### Finexia Financial Group Limited

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Level 18, Australia Square Tower Building  
264 George Street, Sydney, NSW, 2000  
ABN 52 106 760 418

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In order to facilitate the dividend payment to you, I would urge you to provide your Tax File Number (TFN) or Australian Business Number (ABN) along with your bank details to the share registry, Automic. The key dates for investors are as follows:

Ex-Entitlement Date (ex-dividend)	29 September 2023
Record Date	2 October 2023
DRP Election Deadline	3 October 2023
Dividend Payment Date	17 October 2023

Thank you for your continued support as a valued shareholder of Finexia Financial Group Limited.

Yours faithfully



Neil Sheather  
Managing Director

For more information  
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