

Information Memorandum



PMP Finance Pty Limited

(ABN 84 053 814 976)

Issue of Australian Dollar Notes

unconditionally and irrevocably guaranteed on a joint and several basis by

PMP Limited

(ABN 39 050 148 644)

and certain subsidiaries of PMP Limited

Lead Manager and Initial Subscriber

FIIG Securities Limited

(ABN 68 085 661 632)

15 September 2015

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Important Notice

Introduction

This Information Memorandum relates to an issue of Australian dollar notes ("**Notes**") by PMP Finance Pty Limited (ABN 84 053 814 976) ("**Issuer**").

The Notes are unconditionally and irrevocably and jointly and severally guaranteed by PMP Limited (ABN 39 050 148 644) ("**Parent Guarantor**") and each other entity described as a "Note Guarantor" in the section entitled "Summary" below (together, the "**Note Guarantors**") pursuant to the guarantee ("**Guarantee**") set out in the note trust deed dated 9 October 2013, as amended from time to time ("**Note Trust Deed**") between the Issuer, the Initial Guarantors of the Existing Notes (as defined below) and BNY Trust Company of Australia Limited (ABN 49 050 294 052) ("**Trustee**"). The Issuer may, from time to time, and in accordance with the terms of the Note Trust Deed appoint or procure the appointment of any subsidiary of the Issuer or of the Parent Guarantor which is not a Note Guarantor as an additional guarantor (each such guarantor, a "**New Guarantor**" and together with the Note Guarantors, the "**Guarantors**") or, in accordance with the terms of the Note Trust Deed, obtain a release of the guarantee provided by a Guarantor (and such released entity shall no longer be a Guarantor).

References to "**Information Memorandum**" are to this Information Memorandum and any other document incorporated by reference in the section entitled "The Issuer, the Guarantors and documents incorporated by reference" below and to any of them individually.

On 23 October 2013, the Issuer issued A\$50,000,000 8.75% Notes due 23 October 2017 (ISIN: AU3CB0215259) ("**Existing Notes**") pursuant to the conditions set out in the information memorandum dated 18 October 2013, as supplemented by the pricing supplement dated 18 October 2013. The Notes described in this Information Memorandum will rank at least equally with the Existing Notes. The Notes will not form part of the same series as the Existing Notes or any new series of notes which may be issued by the Issuer in the future. The Issuer may from time to time, issue:

- further Tranches of Notes forming part of the same series as the Notes;
- further notes having the same conditions as the Existing Notes so as to form a single series with the Existing Notes; or
- one or more new series of notes.

Prospective investors should read this Information Memorandum carefully prior to making any decision in relation to purchasing, subscribing for or investing in the Notes.

Issuer's responsibility

This Information Memorandum has been prepared and issued by the Issuer. The Issuer accepts responsibility for the information contained in this Information Memorandum other than information provided by the Lead Manager and Initial Subscriber, the Trustee and the Agents (each as defined in the section entitled "Summary" below) in relation to their respective details in the section entitled "Directory" below.

Place of issuance

Subject to all applicable laws, regulations and directives, the Issuer will only offer and issue Notes in Australia.

Terms and conditions of issue

Notes will be issued in series under the Note Trust Deed. Each series may comprise one or more tranches (each a "**Tranche**") having one or more issue dates and on conditions that are otherwise identical (other than, to the extent relevant, in respect of the issue price and the date of first payment of interest).

A pricing supplement ("**Pricing Supplement**") will be issued for each Tranche of Notes. A Pricing Supplement will contain details of the initial aggregate principal amount, issue price, issue date, maturity date, details of interest payable (if any) together with any other terms and conditions not set out in the section entitled "Conditions" below that may be applicable to that series of Notes. The terms and conditions ("**Conditions**") applicable to the series of Notes are included in this Information Memorandum

and may be supplemented, amended, modified or replaced by the Pricing Supplement applicable to those Notes.

A Pricing Supplement or another supplement to this Information Memorandum may also supplement, amend, modify or replace any statement or information incorporated by reference in this Information Memorandum or a supplement to this Information Memorandum.

For the purposes of ascertaining the right to attend and vote at any meeting of the holders of these Notes, the holders of the Existing Notes or the holders of any notes of a future series of notes and the exercise of any discretion, power or authority that the Trustee is required, expressly or impliedly, to exercise in or by reference of the holders of any series of notes shall be construed as referring to the holders of the particular series in question and not all series, and that events affecting one series shall not affect the other. Further detail with respect to the provisions regarding the holding of meetings and attendance and voting at them is set out in the Note Trust Deed.

No independent verification

The only role of the Lead Manager and Initial Subscriber, the Trustee and the Agents in the preparation of this Information Memorandum has been to confirm to the Issuer that their respective details in the section entitled "Directory" below are accurate as at the Preparation Date (as defined below).

Apart from the foregoing, none of the Lead Manager and Initial Subscriber, the Trustee and the Agents has independently verified the information contained in this Information Memorandum. Accordingly, no representation, warranty or undertaking, express or implied, is made, and no responsibility is accepted, by any of them, as to the accuracy or completeness of this Information Memorandum or any further information supplied by the Issuer in connection with the Notes.

The Lead Manager and Initial Subscriber, the Trustee and the Agents expressly do not undertake to any holder of a Note to review the financial condition or affairs of the Issuer, the Guarantors or any of their affiliates at any time or to advise any holder of a Note of any information coming to their attention with respect to the Issuer or a Guarantor and make no representations as to the ability of the Issuer or a Guarantor to comply with their respective obligations under the Notes.

Intending purchasers to make independent investment decision and obtain tax advice

This Information Memorandum contains only summary information concerning the Issuer, the Guarantors and the Notes. It should be read in conjunction with the documents which are deemed to be incorporated by reference in it, the Conditions and the Note Trust Deed. The information contained in this Information Memorandum is not intended to provide the basis of any credit or other evaluation in respect of the Issuer, any Guarantor or any Notes and should not be considered or relied on as a recommendation or a statement of opinion (or a representation or report of either of those things) by any of the Issuer, any Guarantor, the Lead Manager and Initial Subscriber, the Trustee or the Agents that any recipient of this Information Memorandum should subscribe for, purchase or otherwise deal in any Notes or any rights in respect of any Notes.

Each investor contemplating subscribing for, purchasing or otherwise dealing in any Notes or any rights in respect of any Notes should:

- make and rely upon (and shall be taken to have made and relied upon) its own independent investigation of the financial condition and affairs of, and its own appraisal of the creditworthiness of, the Issuer, the Guarantors and the Notes;
- determine for themselves the relevance of the information contained in this Information Memorandum, and must base their investment decision solely upon their independent assessment and such investigations as they consider necessary; and
- consult their own tax advisers concerning the application of any tax (including stamp duty) laws applicable to their particular situation.

No advice is given in respect of the legal or taxation treatment of investors or purchasers in connection with an investment in any Notes or rights in respect of them and each investor should consult their own professional adviser.

This Information Memorandum does not describe the risks of an investment in any Notes. Prospective investors should consult their own professional, financial, legal and tax advisers about risks associated with an investment in any Notes and the suitability of investing in the Notes in light of their particular circumstances.

No offer

This Information Memorandum does not, and is not intended to, constitute an offer or invitation by or on behalf of the Issuer, any Guarantor, the Lead Manager and Initial Subscriber, the Trustee or the Agents to any person to subscribe for, purchase or otherwise deal in any Notes.

Selling restrictions and no disclosure

EACH INVESTOR SUBSCRIBING FOR, PURCHASING OR OTHERWISE DEALING IN ANY NOTES IS DEEMED TO HAVE REPRESENTED AND WARRANTED THAT IT IS A PERSON TO WHOM IT IS LAWFUL TO MAKE ANY OFFER OF NOTES AND IT IS A PERSON TO WHOM AN OFFER OF NOTES FOR ISSUE OR SALE MAY BE MADE WITHOUT DISCLOSURE UNDER PART 6D.2 OR CHAPTER 7 OF THE CORPORATIONS ACT 2001 (CTH) (“CORPORATIONS ACT”).

The distribution and use of this Information Memorandum, including any Pricing Supplement, advertisement or other offering material, and the offer or sale of Notes may be restricted by law or directive in certain jurisdictions and intending purchasers and other investors should inform themselves about, them and observe any, such restrictions. In particular, no action has been taken by any of the Issuer, the Guarantors, the Lead Manager and Initial Subscriber or the Trustee or the Agents which would permit a public offering of any Notes or distribution of this Information Memorandum in any jurisdiction where action for that purpose is required.

Neither this Information Memorandum nor any other disclosure document in relation to the Notes has been lodged with the Australian Securities and Investments Commission (“ASIC”). A person may not make or invite an offer of the Notes for issue or sale in Australia (including an offer or invitation which is received by a person in Australia) or distribute or publish this Information Memorandum or any other offering material or advertisement relating to the Notes in Australia unless the minimum aggregate consideration payable by each offeree is at least A\$500,000 (or its equivalent in another currency, in each case disregarding moneys lent by the offeror or its associates) or the offer or invitation otherwise does not require disclosure to investors in accordance with Part 6D.2 or Chapter 7 of the Corporations Act and such action complies with all applicable laws and regulations.

A person may not make or invite an offer of the Notes for issue or sale outside Australia (including an offer or invitation which is received by a person outside Australia) or distribute or publish this Information Memorandum or any other offering material or advertisement relating to the Notes outside Australia. In particular, the Notes have not been, and will not be, registered under the Securities Act 1933 (as amended) of the United States of America (“U.S. Securities Act”). The Notes may not be offered, sold, delivered or transferred, at any time, within the United States of America, its territories or possessions or to, or for the account or benefit of, U.S. persons (as defined in Regulation S under the U.S. Securities Act).

This Information Memorandum is not a prospectus or other disclosure document for the purposes of the Corporations Act.

A person may not (directly or indirectly) offer for subscription or purchase or issue an invitation to subscribe for or buy Notes, nor distribute or publish this Information Memorandum or any other offering material or advertisement relating to the Notes except if the offer or invitation complies with all applicable laws, regulations and directives.

No authorisation

No person has been authorised to give any information or make any representations not contained in or consistent with this Information Memorandum in connection with the Issuer, the Guarantors or the issue or sale of the Notes and, if given or made, such information or representation must not be relied on as having been authorised by the Issuer, the Guarantors, the Lead Manager and Initial Subscriber, the Trustee or the Agents.

Agency and distribution arrangements

The Issuer has agreed or may agree to pay fees to the Trustee and the Agents for undertaking their respective roles and reimburse them for certain of their expenses properly incurred in connection with the Notes.

The Issuer may also pay a fee to the Lead Manager and Initial Subscriber in respect of the Notes subscribed by it, and may agree to reimburse the Lead Manager and Initial Subscriber for certain expenses properly incurred in connection with the Notes and may indemnify the Lead Manager and Initial Subscriber against certain liabilities in connection with the offer and sale of Notes.

The Issuer, the Guarantors, the Lead Manager and Initial Subscriber, the Trustee and the Agents, and their respective related entities, directors, officers and employees may have pecuniary or other interests in the Notes and may also have interests pursuant to other arrangements and may receive fees, brokerage and commissions and may act as a principal in dealing in any Notes.

Currency

In this Information Memorandum, references to “\$”, “A\$” or “**Australian dollars**” are to the lawful currency of the Commonwealth of Australia.

Currency of information

The information contained in this Information Memorandum is prepared as of its Preparation Date. Neither the delivery of this Information Memorandum nor any offer, issue or sale made in connection with this Information Memorandum at any time implies that the information contained in it is correct, that any other information supplied in connection with the Notes is correct or that there has not been any change (adverse or otherwise) in the financial conditions or affairs of the Issuer or any Guarantor at any time subsequent to the Preparation Date. In particular, neither the Issuer nor any Guarantor is under any obligation to any person to update this Information Memorandum at any time after an issue of Notes.

In this Information Memorandum, “**Preparation Date**” means:

- in relation to this Information Memorandum, the date indicated on its face or, if this Information Memorandum has been amended, or supplemented, the date indicated on the face of that amendment or supplement;
- in relation to any annual reports and financial statements incorporated in this Information Memorandum, the date up to, or as at, the date on which such annual reports and financial statements relate; and
- in relation to any other item of information which is to be read in conjunction with this Information Memorandum, the date indicated on its face as being its date of release or effectiveness.

The Issuer, the Guarantors and documents incorporated by reference

The information in this section is a brief summary only of the Issuer and the Guarantors and their respective businesses and does not purport to be, nor is it, complete.

Investors should review, amongst other things, this Information Memorandum and the documents which are deemed to be incorporated in this Information Memorandum by reference when deciding whether to purchase any Notes.

This Information Memorandum contains only summary information concerning the Issuer, the Guarantors and the Notes. It should be read in conjunction with the documents which are deemed to be incorporated by reference in it, the Conditions and the Note Trust Deed. The information contained in this Information Memorandum is not intended to provide the basis of any credit or other evaluation in respect of the Issuer, the Guarantors or any Notes and should not be considered or relied on as a recommendation or a statement of opinion (or a representation or report of either of those things) by any of the Issuer, the Guarantors, the Lead Manager and Initial Subscriber, the Trustee or the Agents that any recipient of this Information Memorandum should subscribe for, purchase or otherwise deal in any Notes or any rights in respect of any Notes.

This Information Memorandum does not describe the risks of an investment in any Notes. Prospective investors should consult their own professional, financial, legal and tax advisers about risks associated with an investment in any Notes and the suitability of investing in the Notes in light of their particular circumstances.

Description of PMP Limited

Company Profile

PMP Limited (“**PMP**” or the “**Company**”, and together with each of its subsidiaries from time to time, the “**Group**”) is the largest commercial printer in Australia and New Zealand. PMP Limited's principal activities are commercial printing, letterbox delivery, digital pre-media and magazine distribution services. The Company is structured into three main areas: PMP Australia, PMP New Zealand and Gordon and Gotch.

PMP's print production plants are located strategically in major capital cities, offering web offset printing. PMP's New Zealand operations also offer sheetfed offset printing. Griffin Press specialises in book manufacture from its printing plant in Adelaide.

The Company offers letterbox distribution of catalogues direct to households through its PMP distribution business, and magazine distribution direct to retail outlets through its Gordon and Gotch business.

The Company was listed on the Australian Stock Exchange (“**ASX**”) in 1991, but many of the operating units have a long and distinguished history. Many of the production and distribution facilities were originally founded by various newspaper companies, and these operations have maintained market leadership.

The Company has a highly skilled workforce, with many long serving employees.

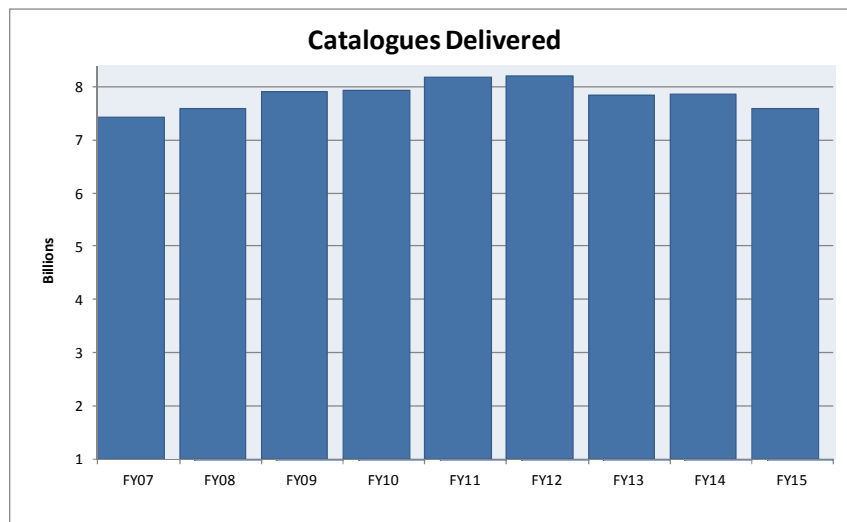
Product offering

PMP provides a range of printing and distribution services for a variety of material including catalogues, brochures, magazines and books. The Group also provides pre-media services such as workflow management software and tools as well as photography and production services.

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| <p>PMP Australia</p> <p>PMP Australia is the integration of print, distribution and digital businesses offering contract printing for publishers, retailers and others; book printing/ manufacture; letterbox distribution of catalogues; and marketing and photography services.</p> <p>Products and Services</p> <ul style="list-style-type: none"> • Catalogues • Magazines • Books • Unaddressed and Targeted Delivery • Newspaper Delivery • Product Sample Delivery • Marketing multi-channel content management • Marketing workflow solutions • Image Libraries and Asset Management • Production and Creative Services • Onsite Production Studios • Photography Services • Government & Corporate Documents <p>Market</p> <ul style="list-style-type: none"> • Retail • Corporate • Financial services • Government • International & local book publishers • Marketing, advertising & media buying agencies • Newspaper, magazine & directory publishers <p>Overview</p> <ul style="list-style-type: none"> • The market leader with printing plants and distribution centres across Australia | <p>PMP New Zealand</p> <p>PMP New Zealand provides highly specialised stand-alone media services that, together, offer fully integrated supply chain solutions to print media, retail, SMEs, real estate, publishing and micromarketing clients.</p> <p>Products and Services</p> <ul style="list-style-type: none"> • Magazines • Catalogues • Books • Financial documents • Corporate documents • Government material • Newspapers • Digital printing <p>Market</p> <ul style="list-style-type: none"> • Retail • Corporate • Financial services • Government • International & local book publishers • Marketing, advertising & media buying agencies • Newspaper, magazine & directory publishers <p>Overview</p> <ul style="list-style-type: none"> • The market leader with plants across New Zealand | <p>Gordon and Gotch</p> <p>Gordon and Gotch is a magazine distributor offering circulation management, merchandising, and distribution into newsagents and major supermarkets in Australia and New Zealand.</p> <p>Products and Services</p> <ul style="list-style-type: none"> • Deep market knowledge and 160 years' experience • Established, strong retail relationships • Sales and market analysis • Bespoke predictive analytics • National merchandising solutions • Range and display management • Distribution solutions to multiple retail channels including newsagents, grocery chain, petrol/convenience and speciality outlets • Online print and digital subscription store • Multi-platform, global digital distribution solution <p>Market</p> <ul style="list-style-type: none"> • Mailing House (NZ) • Domestic Publishers • International Publishers • International Distributors • Diverse category/product clients <p>Overview</p> <ul style="list-style-type: none"> • The largest independent distributor of print magazines in Australia and New Zealand |
|--|---|---|

Catalogue printing and distribution are an important part of PMP's operations. Printed catalogues have proven to be a resilient marketing medium even as other forms of printed material such as magazines and directories have declined in recent years.

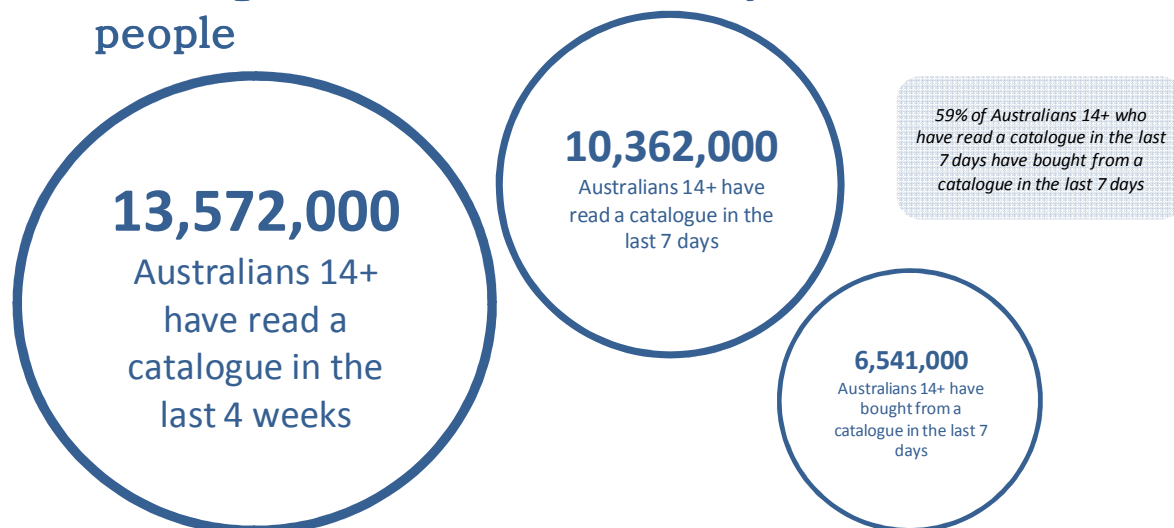
Catalogue volumes in Australia



Source: Australian Catalogue Association/Australian Bureau of Statistics/Salmat/PMP/Australia Post

The effectiveness of catalogues as a marketing channel is further evidenced by recent Roy Morgan research which confirms 10.4 million Australians (over 14 years) have read a catalogue in the last week and of those 6.5 million have bought from a catalogue in the last 7 days. In addition, the research indicates that catalogues are considered as the first or second most useful media for making a purchasing decision in 54% of categories as measured by Roy Morgan.[#]

Catalogues are an effective way to reach a lot of people



[#] Roy Morgan Research Single Source (Australia): April 2014 – March 2015

Catalogues are considered the first or second Media Most Useful in 54% of categories

Car parts and accessories, Home furnishings, Home entertainment, Kitchen/laundry appliances, Small electrical appliances, CDs/DVDs, Books, Toys, Cosmetics, Clothing, Children's wear, Groceries, Alcoholic beverages, Computers, Mobile phones/providers

Roy Morgan Research Single Source (Australia): April 2014 – March 2015

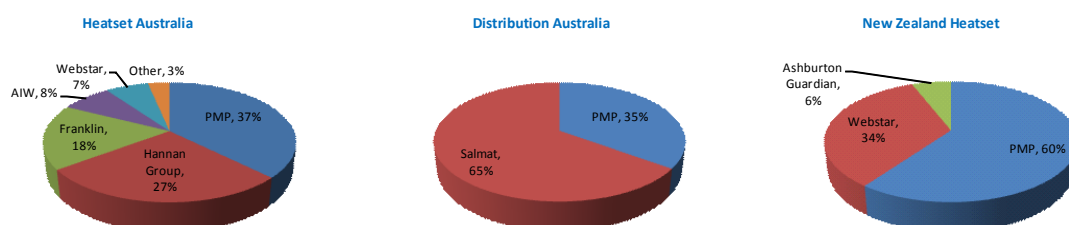
PMP's customers

PMP counts many leading companies in Australia and New Zealand as its customers, including:



Market Share

PMP estimates that it has an attractive market share position in key categories in which it operates, which provides it with a solid platform to continue to drive profitability and cashflow.



Source: PMP management estimates

Strategic Direction

The Company's strategy is to become the most efficient integrated printer and distributor in Australasia. The printing and distribution of catalogues in both Australia and New Zealand accounts for the majority

of PMP's EBITDA. Catalogues continue to be a key marketing channel and effective media for driving sales for retailers.

PMP has now successfully completed the major transformation program that started in 2012. The first two of the Company's three strategic priorities have been delivered: cost base reduction and financial risk minimisation. PMP's balance sheet has been substantially improved with net debt at June 2015 reduced to \$16.3 million. PMP continues to focus on its third strategic priority, which is to build a more profitable and sustainable PMP by focusing on its core expertise in print and distribution.

The Company has continued to enhance its competitive strengths. It offers nationwide bundled printing and distribution solutions to its customers, delivering the benefits of the co-location of its print and distribution services and realigned functional workforce. These strengths allow it to offer to its customers competitive, integrated, full service solutions in a timely manner. 7 of the Company's top 15 customers have now taken up the bundled offer of both print and distribution services.

The Company will continue to seek efficiencies through its business improvement program, pursue opportunities to enhance customer responsiveness, and focus on maximising cash generation and returns to shareholders. The Company will also continue to explore attractive acquisition opportunities, should they arise.

Financial overview

PMP returned another solid result for the 2015 financial year ("FY15") with net profit increasing to \$8.0M and net debt reducing to \$16.3 million.

Net profit has more than doubled over the prior year, albeit from a low base, while net debt has reduced by 68% to a new low, a clear indicator of the Company's ability to generate cash. The Company remains on track to meet its forecast of being net debt free in the 2016 financial year. This compares to the Company's net debt level of \$143 million just three years ago.

PMP has made steady progress throughout the year and has continued to deliver on its financial forecasts with EBIT, EBITDA, and net debt all exceeding guidance.

The results for FY15 have been achieved through leveraging PMP's clear competitive strengths, increasing the efficiency of its business and in reducing costs.

Sales at \$811.7 million were down by \$87.5 million on the previous year, of which \$38 million related to lower volumes at Gordon and Gotch. Sales in the core business were down \$49 million, of which \$30 million was due to a print customer buying their own paper, the Company's exit from the directories business and the Company not pursuing the retention of low margin print contracts; and underlying sales were down \$19 million or 3.4%.

Catalogue demand remained steady during the year, despite some fluctuation in pagination and frequency as retailers experimented to determine the most effective balance. Catalogue volumes in Australia were down 5% year-over-year, but after adjusting for the decision not to pursue low margin contracts, the base business volumes were 1% higher. Whilst the heatset market continues to be challenged by structural factors such as excess industry capacity in Australia, there are indications that this situation is gradually improving. For example, pricing appears to have stabilised in Australian heatset printing with no further softening over the second half of FY15.

Volumes in book printing are improving and the industry appears to be finding equilibrium with digital books.

During the year the Company pursued a stringent operational improvement program to enhance the business' capability to meet or exceed customer expectations. As a result production efficiency has improved significantly over the period with the Company's critical manufacturing key performance indicators showing substantial improvement and now at an all-time high. This has resulted in reduced manufacturing costs with, for example, a decrease in waste generated and improved "Delivery In Full On Time" metrics.

These major improvements have been achieved despite some operational uncertainty and cost impact as result of a delay in the signing of two major customer contracts.

Further cost reductions were achieved during the period with efficiency gains leading to a further decrease in headcount, creating \$10 million in cost savings.

The Company's printing and distribution businesses are co-located at all major production sites creating increased efficiency through shared management which creates benefits such as improved communication, reduced transport times and lower freight costs.

PMP is continuing to focus on building a sustainable, customer focused and profitable company by developing and enhancing a winning culture. This involves a major cultural shift to create a customer centric workforce with a total focus in winning business and delivering on promises. The Company recognises that significant shifts in culture take some time to adopt and imbed, but it is clear that employees and unions appreciate the realities of the Company's business environment and appreciate the need for change.

These solid results reflect the continued disciplined execution of the Company's strategy to become the most efficient integrated printer and distributor in Australasia. The printing and distribution of catalogues in both Australia and New Zealand accounts for the majority of PMP's EBITDA. Catalogues continue to be a key marketing channel and effective media for driving sales for retailers and remains the Company's core activity.

The Group's FY15 results are available on the ASX website (www.asx.com.au). Highlights include:

- Net profit (after tax and significant items) was \$8.0 million, compared to \$3.4 million in the prior corresponding period ("**pcp**");
- Net profit (after tax before significant items) was \$12.1 million up 2.7% pcp;
- Earnings per share¹ is higher year on year at 3.7 cents per share;
- EBITDA (before significant items) at \$58.1 million, up on guidance and 8.4% down pcp;
- EBIT (before significant items) at \$26.4 million was up on guidance of \$25 million to \$26 million and 8.6% lower compared to pcp;
- Free cashflow \$35.5 million in the 2015 fiscal year and \$107 million over the last 3 years;²
- Net debt reduced to \$16.3 million, down by 68% from \$51.7 million at June 2014 and now represents 0.3x leverage;
- Cash interest paid fell \$3.4 million pcp; and
- \$272.0 million in net assets.

¹ Earnings per share is defined as net profit after tax (pre significant items)/weighted average shares.

² Free cashflow is defined as EBITDA (pre significant items) less interest paid, income tax, capex and movement in working capital.

PMP balance sheet

| Balance Sheet as at 30 June 2015 | | \$'000 |
|---|--|----------------|
| Current assets | | |
| Cash and cash equivalents | | 49,529 |
| Receivables | | 78,833 |
| Income tax receivable | | 0 |
| Inventories | | 69,769 |
| Financial assets | | 1,878 |
| Other | | 6,602 |
| Total current assets | | 206,611 |
| Non-current assets | | |
| Property, plant and equipment | | 178,857 |
| Deferred tax assets | | 52,793 |
| Goodwill and intangible assets | | 26,842 |
| Financial assets | | 2,360 |
| Other | | 4,093 |
| Total non-current assets | | 264,945 |
| Total assets | | 471,556 |
| Current liabilities | | |
| Payables | | 105,999 |
| Interest bearing liabilities - financial institutions | | 2,887 |
| Income tax payable | | 13 |
| Financial liabilities | | 150 |
| Provisions | | 18,558 |
| Total current liabilities | | 127,607 |
| Non-current liabilities | | |
| Interest bearing liabilities - financial institutions | | 65,878 |
| Deferred tax liabilities | | 1,845 |
| Financial liabilities | | - |
| Provisions | | 4,197 |
| Pension liability | | - |
| Total non-current liabilities | | 71,920 |
| Total liabilities | | 199,527 |
| Net assets | | 272,029 |
| Equity | | |
| Contributed equity | | 356,035 |
| Reserves | | 8,596 |
| Accumulated losses | | (92,602) |
| Total equity | | 272,029 |

Guarantor structure

The Notes will be guaranteed by PMP Limited and its Australian and New Zealand subsidiaries (other than PMP Share Plans Pty Ltd, Pacific Intermedia (NZ) Limited and PMP Digital Limited).

Secured debt

PMP's secured facilities comprise of:

- a \$15 million multi-option facility agreement comprised of overdraft and working capital facilities;
- certain hedging and guarantee lines to support the day to day operations of the Group; and
- a €17 million amortising asset finance facility in respect of the purchase of a printing press.

The Commerzbank facility amortises equally semi-annually to September 2021.

Use of proceeds

The Issuer will use the net proceeds from the issue of the Notes to redeem and/or repurchase all of the Issuer's outstanding 8.75% notes due 23 October 2017 on or prior to the first optional redemption date of those notes (being 23 October 2015) and for general corporate purposes.

Documents incorporated by reference

This Information Memorandum is to be read in conjunction with all documents which are deemed to be incorporated into it by reference as set out below. This Information Memorandum shall, unless otherwise

expressly stated, be read and construed on the basis that such documents are so incorporated and form part of this Information Memorandum. Investors should review, amongst other things, the documents which are deemed to be incorporated in this Information Memorandum by reference when deciding whether to purchase any Notes.

The following documents are incorporated in, and taken to form part of, this Information Memorandum:

- the Note Trust Deed;
- the most recent Annual report of the Parent Guarantor lodged with ASX, an electronic copy of which is available free of charge at www.asx.com.au (ASX:PMP);
- all announcements made by the Parent Guarantor to the ASX, electronic copies of which are available free of charge at www.asx.com.au (ASX:PMP);
- all amendments and supplements to this Information Memorandum prepared by the Issuer from time to time and all documents stated herein or therein to be incorporated in this Information Memorandum;
- all other documents issued by the Issuer and stated to be incorporated by reference in this Information Memorandum by reference; and
- the Pricing Supplement and all documents stated therein to be incorporated in this Information Memorandum.

Any statement contained in this Information Memorandum or in any of the documents incorporated by reference in, and forming part of, this Information Memorandum shall be modified or superseded in this Information Memorandum to the extent that a statement contained in any document subsequently incorporated by reference into this Information Memorandum modifies or supersedes such statement (including whether expressly or by implication).

Copies of the Note Trust Deed, each Pricing Supplement and any documents incorporated by reference in this Information Memorandum may be obtained from the Specified Office of the Issuer, the Trustee or such other person specified in the relevant Pricing Supplement.

Except as provided above, no other information, including any document incorporated by reference in any of the documents described above, is incorporated by reference into this Information Memorandum.

Any internet site addresses provided in this Information Memorandum are for reference only and the content of any such internet site is not incorporated by reference into, and does not form part of, this Information Memorandum.

Summary

The following is a brief summary only and should be read in conjunction with the rest of this Information Memorandum and, in relation to any Notes, the Note Trust Deed, the applicable Conditions and any relevant Pricing Supplement. A term used below but not otherwise defined has the meaning given to it in the Conditions. A reference to a "Pricing Supplement" does not limit provisions or features which may be supplemented, amended, modified or replaced by a Pricing Supplement in relation to an issue of Notes.

Issuer: PMP Finance Pty Limited (ABN 84 053 814 976).

Further information (which information is not incorporated by reference in this Information Memorandum) regarding the Issuer can be obtained from the Parent Guarantor's website at <http://www.pmplimited.com.au> or from the documents specifically incorporated by reference in this Information Memorandum.

Note Guarantors:

- (a) PMP Limited (ABN 39 050 148 644) ("**Parent Guarantor**")
- (b) Pacific Publications Holdings Pty Limited (ABN 23 051 748 344)
- (c) PMP Publishing Pty Ltd (ABN 61 053 814 878)
- (d) Total Sampling Pty Limited (ABN 41 063 659 923)
- (e) Pacific O'Brien Publications Pty Limited (ABN 37 069 892 440)
- (f) Attic Futura Pty Limited (ABN 31 058 491 268)
- (g) Manningtree Investments Pty Limited (ABN 26 072 132 300)
- (h) Canberra Press Pty Limited (ABN 92 072 132 266)
- (i) PMP Print Pty Ltd (ABN 76 051 706 499)
- (j) The Argus & Australasian Pty Limited (ABN 92 051 747 892)
- (k) PMP Home Media Pty Limited (ABN 29 051 757 718)
- (l) Shomega Pty Limited (ABN 86 060 808 013)
- (m) Show-Ads Pty Ltd (ABN 82 004 879 627)
- (n) Pacific Intermedia Pty Limited (ACN 004 333 439)
- (o) llovemagazines.com.au Pty Ltd (ABN 53 068 231 158)
- (p) Linq Plus Pty Limited (ABN 71 070 732 071)
- (q) Gordon and Gotch Australia Pty Limited (ABN 90 088 251 727)
- (r) PMP Property Pty Limited (ABN 89 051 748 246)
- (s) PMP Advertising Solutions Pty Limited (ABN 68 051 748 157)
- (t) PMP Wholesale Pty Ltd (ABN 74 004 386 663)
- (u) PMP Digital Pty. Ltd. (ABN 76 004 386 672)
- (v) PMP Directories Pty Limited (ABN 99 006 457 503)
- (w) Red PPR Holdings Pty Ltd (ABN 26 111 284 961)
- (x) Argyle Print Pty Ltd (ABN 19 001 753 420)
- (y) Scribo Holdings Pty Ltd (ABN 94 128 264 988)
- (z) The Scribo Group Pty Ltd (ABN 35 091 685 086)
- (aa) A.C.N. 128 266 268 Pty Limited (ABN 29 128 266 268)
- (bb) Tower Books Pty Limited (ABN 83 078 719 696)

- (cc) Gary Allen Pty Ltd (ABN 34 002 793 160)
- (dd) PMP (NZ) Limited (NZ Co No 555814)
- (ee) PMP Maxum Limited (NZ Co No 594714)
- (ff) PMP Distribution Limited (NZ Co No 569231)
- (gg) PMP Print Limited (NZ Co No 552248)
- (hh) Gordon & Gotch (NZ) Limited (NZ Co No 1540329)

The Notes are issued with the benefit of the Guarantee. The obligations of the Guarantors under the Guarantee rank, and will rank, at least equally with all other present and future senior unsecured obligations, except for liabilities mandatorily preferred by law.

The Issuer may, from time to time, as required under Condition 5.2(d) ("Financial covenants") and in accordance with the terms of the Note Trust Deed appoint or procure the appointment of any Subsidiary of the Issuer or of the Parent Guarantor which is not a Note Guarantor as an additional guarantor or obtain a release of a guarantor (each entity from time to time appointed as a guarantor which has not been released, a "**Guarantor**").

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| Guarantee: | The payment of principal and interest in respect of the Notes will be unconditionally and irrevocably guaranteed on a joint and several basis by the Guarantors as more fully set out in the Note Trust Deed. |
| Lead Manager and Initial Subscriber: | FIIG Securities Limited (ABN 68 085 661 632). |
| Registrar: | BTA Institutional Services Australia Limited (ABN 48 002 916 396) or such other person appointed by the Issuer under an Agency Agreement to perform registry functions and establish and maintain a Register (as defined below) on the Issuer's behalf from time to time (" Registrar "). |
| Issuing & Paying Agent: | BTA Institutional Services Australia Limited (ABN 48 002 916 396) or any other person appointed by the Issuer under an Agency Agreement to act as issuing or paying agent on the Issuer's behalf from time to time (" Issuing & Paying Agent "). |
| Calculation Agent: | BTA Institutional Services Australia Limited (ABN 48 002 916 396) or any other person appointed by the Issuer to act as calculation agent on the Issuer's behalf from time to time (" Calculation Agent "). |
| Agents: | Each of the Registrar, Issuing & Paying Agent, Calculation Agent and any other person appointed by the Issuer to perform other agency functions with respect to any Tranche or series of Notes (each an " Agent " and, together, the " Agents "). |
| Trustee: | BNY Trust Company of Australia Limited (ABN 49 050 294 052) or such other person appointed under the Note Trust Deed as trustee of the PMP Note Trust from time to time (" Trustee "). |
| Form of Notes: | Notes will be issued in registered form and will be debt obligations of the Issuer which are constituted by, and owing under, the Note Trust Deed. Notes take the form of entries in a register (" Register ") maintained by the Registrar. No certificates in respect of any Notes will be issued unless the Issuer determines that certificates should be available or if certificates are required by any applicable law or directive. |
| Negative pledge: | Notes will have the benefit of a negative pledge, as described in Condition 5.1 ("Negative pledge"). |

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| Financial covenants: | Notes will have the benefit of certain financial covenants as described in Condition 5.2 ("Financial covenants"). |
| Status and ranking: | <p>Notes will be direct, senior, unsubordinated and (subject to Condition 5.1 ("Negative pledge")) unsecured obligations of the Issuer and will at all times rank at least equally with all other direct, unsubordinated and unsecured obligations of the Issuer, except liabilities mandatorily preferred by law.</p> <p>The obligations of the Issuer to:</p> <ul style="list-style-type: none"> (a) Australia and New Zealand Banking Group Limited ("ANZ"), including without limitation, under the Multi-option Facility Agreement dated 19 November 2014 between certain members of the Group as borrowers and guarantors, ANZ as participant and ANZ Fiduciary Services Pty Ltd as agent and security trustee; and (b) all other relevant creditors, <p>in each case under a Permitted Security Interest will have the benefit of the relevant security. Consequently, any such creditors will have a preferred position to the extent of that security.</p> |
| Denomination: | Notes will be issued in the single denomination of A\$1,000. |
| Minimum parcel size on initial issue: | A\$50,000. |
| Clearing System: | Notes are intended to be traded on the clearing and settlement system operated by Austraclear Ltd (ABN 94 002 060 773) (" Austraclear System "). |
| Title: | <p>Title to Notes passes when details of the transfer are entered in the Register.</p> <p>Notes which are held in the Austraclear System will be registered in the name of Austraclear Ltd (ABN 94 002 060 773).</p> |
| Payments: | Payments to persons who hold Notes through the Austraclear System will be made in accordance with the rules and regulations of the Austraclear System. |
| Redemption: | <p>Notes will be redeemed on, and may be redeemed prior to, their scheduled maturity as more fully set out in the Conditions and the relevant Pricing Supplement.</p> <p>Notes entered in the Austraclear System will be redeemed through the Austraclear System in a manner that is consistent with the rules and regulations of the Austraclear System.</p> |
| Selling restrictions: | The Notes may not be offered or sold outside Australia. Certain restrictions on the offer, sale or delivery of Notes in Australia are set out in the Conditions. |
| Transfer procedure: | Notes may only be transferred in whole and in accordance with the Conditions. Transfers of Notes held in the Austraclear System will be made in accordance with the rules and regulations of the Austraclear System. |
| Taxes and stamp duty: | The Notes do not provide for any additional amounts to be paid in respect of any withholdings or deductions from amounts payable on the Notes that may be required by law. Investors should obtain their own taxation and stamp duty advice regarding an investment in any Notes. |
| Listing: | The Notes will not be listed or quoted on any stock or securities exchange. |
| Rating: | Neither the Issuer nor the Notes have been nor will be rated by any credit ratings agency. |
| Governing law: | The Notes and all related documentation will be governed by the laws of New South Wales, Australia. |

Conditions

The following are the Conditions which, as supplemented, amended, modified or replaced in relation to any Tranche of Notes by the relevant Pricing Supplement, will apply to that Tranche of Notes. References to a "Pricing Supplement" in these Conditions do not limit the provisions which may be supplemented, amended, modified or replaced by the Pricing Supplement.

The Notes are constituted by the Note Trust Deed. Each Noteholder, and any person claiming through or under any Noteholder, is entitled to the benefit of, is bound by and is deemed to have notice of, all of the provisions of the Note Trust Deed, these Conditions and the relevant Pricing Supplement. Each such person is also deemed to have notice of the Information Memorandum. Copies of each such document are available for inspection at the Specified Office of the Issuer and the Trustee.

1 Interpretation

1.1 Terms defined in Pricing Supplement

Terms which are specified in the Pricing Supplement as having a defined meaning have the same meaning when used in these Conditions.

1.2 Definitions

In these Conditions, the following meanings apply unless the contrary intention appears:

Agency Agreement means:

- (a) the agreement entitled Agency and Registry Services Agreement between the Issuer, the Guarantors, the Registrar, the Issuing & Paying Agent and the Calculation Agent dated 9 October 2013;
- (b) any other agreement between the Issuer and a Registrar in relation to the establishment and maintenance of a Register (and/or the performance of any payment or other duties) for any issue of Notes; and/or
- (c) any other agency agreement entered into between the Issuer and an agent in connection with any issue of Notes;

Agent means each of the Registrar, the Issuing and Paying Agent, the Calculation Agent and any other agent appointed under an Agency Agreement, or any of them as the context requires;

Austraclear means Austraclear Ltd (ABN 94 002 060 773);

Austraclear Regulations means the regulations known as "Austraclear Regulations" together with any instructions or directions established by Austraclear to govern the use of the Austraclear System and binding on the participants in that system;

Austraclear System means the clearing and settlement system operated by Austraclear in Australia for holding securities and electronic recording and settling of transactions in those securities between participants of that system;

Business Day means a day (not being a Saturday, Sunday or public holiday in the relevant place) on which banks are open for general banking business in Sydney and, if a Note held in the Austraclear System is to be issued or payment made in respect of a Note held in the Austraclear System on that day, a day on which the Austraclear System is operating;

Business Day Convention means a convention for adjusting any date if it would otherwise fall on a day that is not a Business Day and, where specified, **Following Business Day Convention** means that the date is postponed to the first following date that is a Business Day;

Calculation Agent means BTA Institutional Services Australia Limited (ABN 48 002 916 396);

Capital Reduction has the meaning given in Condition 5.2(b) ("Financial covenants");

Conditions means, in relation to the Notes, these terms and conditions as amended, supplemented, modified or replaced by the Pricing Supplement applicable to such Note and references to a particular numbered Condition shall be construed accordingly;

Corporations Act means the Corporations Act 2001 of Australia;

Day Count Fraction means, in respect of the calculation of interest on a Note for any period of time ("**Calculation Period**"), one divided by the number of Interest Payment Dates in a year (or where the Calculation Period does not constitute an Interest Period, the actual number of days in the Calculation Period divided by 365 (or, if any portion of the Calculation Period falls in a leap year, the sum of:

- (a) the actual number of days in that portion of the Calculation Period falling in a leap year divided by 366; and
- (b) the actual number of days in that portion of the Calculation Period falling in a non-leap year divided by 365));

Denomination means A\$1,000, being the notional face value of a Note;

Distribution has the meaning given in Condition 5.2(b) ("Financial covenants");

EBIT means, for any Relevant Period, the operating profits of the Group:

- (a) before taxation for that Relevant Period;
- (b) before deducting any Finance Charges; and
- (c) before taking into account any items treated as cash or non-cash significant items,

including the aggregate previous 12 months earnings of any entity that any member of the Group acquires during that Relevant Period before taxation, Finance Charges and significant items for that 12 month period, and in each case, to the extent deducted or taken into account, as the case may be, for the purposes of determining the profits of the Group from ordinary activities before taxation;

EBITDA means, for any Relevant Period, EBIT for that Relevant Period before deducting any amount attributable to amortisation of goodwill or depreciation of tangible assets;

Event of Default means the happening of any event set out in Condition 12 ("Events of Default");

Existing Security Interests means:

- (a) the Group Fixed and Floating Charge and Share Mortgage dated 26 June 2009 between each Guarantor (other than PMP (NZ) Limited (NZ Co No 555814), PMP Maxum Limited (NZ Co No 594714), PMP Distribution Limited (NZ Co No 569231), PMP Print Limited (NZ Co No 552248) and Gordon & Gotch (NZ) Limited (NZ Co No 1540329)) and ANZ Fiduciary Services Pty Ltd (ABN 91 100 709 493);
- (b) the Group Fixed and Floating Charge and Share Mortgage (SA) dated 26 June 2009 between each Guarantor (other than PMP (NZ) Limited (NZ Co No 555814), PMP Maxum Limited (NZ Co No 594714), PMP Distribution Limited (NZ Co No 569231), PMP Print Limited (NZ Co No 552248), Pacific Intermedia (NZ) Limited (NZ Co No 960022) and Gordon & Gotch (NZ) Limited (NZ Co No 1540329)) and ANZ Fiduciary Services Pty Ltd (ABN 91 100 709 493);

- (c) the Composite Security Deed dated 26 June 2009 between PMP (NZ) Limited (NZ Co No 555814), PMP Maxum Limited (NZ Co No 594714), PMP Distribution Limited (NZ Co No 569231), PMP Print Limited (NZ Co No 552248), Pacific Intermedia (NZ) Limited (NZ Co No 960022), Gordon & Gotch (NZ) Limited (NZ Co No 1540329) and ANZ Fiduciary Services Pty Ltd (ABN 91 100 709 493);
- (d) the Specific Security Deed dated 4 March 2013 between PMP Print Pty Ltd (ABN 76 051 706 499) and Commerzbank Aktiengesellschaft; and
- (e) each other Security Interest existing prior to the Issue Date given by any member of the Group which does not create a Security Interest over all present and after-acquired property (no exceptions) or over all present and after-acquired property (with exceptions) of that member of the Group;

Finance Charges means, for any Relevant Period, the aggregate interest and amounts in the nature of interest, or having a similar purpose of effect of interest, which would be included in the consolidated financial statements of the Group as having been paid, incurred or received by members of the Group and includes but is not limited to any margin, line, facility, acceptance, discount or other fees and amounts incurred on a regular or recurring basis payable in relation to Financial Indebtedness of any member of the Group but excludes mark to market items which have been notionally accounted for;

Financial Indebtedness means any indebtedness or commitments for or in respect of:

- (a) moneys borrowed or agreed to be made available to be borrowed;
- (b) any amount raised under any acceptance credit, or bill acceptance, discount or endorsement facility;
- (c) any amount raised pursuant to any note purchase facility or the issue of bonds, notes, debentures, loan stock or any similar instrument;
- (d) the amount of any liability in respect of any lease or hire purchase contract which would, in accordance with any applicable generally accepted accounting practices, be treated as a finance or capital lease;
- (e) receivables sold or discounted (other than any receivables to the extent they are sold on a non-recourse basis);
- (f) any redeemable shares where the holder has the right, or the right in certain conditions, to require redemption;
- (g) any amount raised under any other transaction (including any forward sale or purchase agreement) having the commercial effect of a borrowing;
- (h) consideration for the acquisition of assets (excluding inventory bought in the ordinary course of business) or services payable more than 90 days after acquisition;
- (i) any counter-indemnity obligation in respect of a guarantee, indemnity, bond, standby or documentary letter of credit or any other instrument issued by a bank or financial institution; and
- (j) the amount of any liability in respect of any guarantee or indemnity for any of the items referred to in paragraphs (a) to (i) inclusive above.

For the purposes of these Conditions, any possible increase in Financial Indebtedness resulting from changes to accounting definitions will be disregarded;

First Optional Redemption Date means each date so specified in the Pricing Supplement;

Fixed Coupon Amount means the amount specified in, or determined in accordance with, the Pricing Supplement;

Group means the Parent Guarantor and each of its Subsidiaries from time to time;

Guarantee means the guarantee of the Notes set out in the Note Trust Deed;

Guarantors means at a particular time, the Parent Guarantor and each other person who is specified as a “Guarantor” in the Pricing Supplement who has provided a Guarantee of the Notes, and each other person who becomes a Guarantor pursuant to the Note Trust Deed for the Notes but excludes any person who has been released from such Guarantee of the Notes, at that time;

Information Memorandum means the information memorandum, disclosure document or other offering document referred to in a Pricing Supplement in each case prepared by, or on behalf of, and approved by, the Issuer in connection with the issue of Notes and all documents incorporated by reference in it;

a person is **Insolvent** if:

- (a) it is (or states that it is) an insolvent under administration or insolvent (each as defined in the Corporations Act);
- (b) it has a controller appointed, is in liquidation, in provisional liquidation, under administration or wound up or has had a receiver appointed to any part of its property (each as defined in the Corporations Act);
- (c) it is subject to any arrangement, assignment, moratorium or composition, protected from creditors under any statute or dissolved (in each case, other than to carry out a reconstruction or amalgamation while solvent on terms approved by a Special Resolution of Noteholders);
- (d) an application or order has been made (and, in the case of an application, it is not stayed, withdrawn or dismissed within 30 days), resolution passed, proposal put forward, or any other action taken, in each case in connection with that person, which is preparatory to or could result in any of (a), (b) or (c) above;
- (e) it is taken (under section 459(F)(1) of the Corporations Act) to have failed to comply with a statutory demand;
- (f) it is the subject of an event described in section 459C(2)(b) or section 585 of the Corporations Act (or it makes a statement from which the Trustee or the Noteholders reasonably deduces it is so subject);
- (g) it is otherwise unable to pay its debts when they fall due; or
- (h) something having a substantially similar effect to paragraphs (a) to (g) above happens in connection with that person under the law of any jurisdiction;

Interest Commencement Date means, for a Note, the Issue Date of the Note or any other date so specified in, or determined in accordance with, the Pricing Supplement;

Interest Cover Ratio means EBITDA as against Finance Charges for the Relevant Period;

Interest Payment Date means each date so specified in the Pricing Supplement;

Interest Period means each period beginning on (and including) an Interest Payment Date and ending on (but excluding) the next Interest Payment Date. However:

- (a) the first Interest Period commences on (and includes) the Interest Commencement Date; and
- (b) the final Interest Period ends on (but excludes) the Maturity Date or, if redeemed earlier, an Optional Redemption Date;

Interest Rate means, in respect of a Note, the interest rate (expressed as a percentage per annum) payable in respect of that Note specified in the Pricing Supplement;

Issue Date means the date on which a Note is, or is to be issued, as specified in, or determined in accordance with, the Pricing Supplement;

Issuer means PMP Finance Pty Limited (ABN 84 053 814 976);

Issuing & Paying Agent means BTA Institutional Services Australia Limited (ABN 48 002 916 396);

Maturity Date means the date so specified in the Pricing Supplement;

Meetings Provisions means the provisions relating to meetings of Noteholders set out in the Note Trust Deed;

Multi-option Facility Agreement means the Multi-option Facility Agreement dated 19 November 2014 between certain members of the Group as borrowers and guarantors, Australia and New Zealand Banking Group Limited as participant and ANZ Fiduciary Services Pty Ltd as agent and security trustee;

Note means a medium term debt obligation issued or to be issued by the Issuer which is constituted by, and owing under the Note Trust Deed, the details of which are recorded in, and evidenced by, entry in the Register. References to any particular type of "Note" or "Notes" should be read and construed accordingly. All references to Notes must, unless the context otherwise requires, be read and construed as references to the Notes of a particular series;

Note Trust Deed means the document entitled "Note Trust Deed" dated 9 October 2013 and executed by, amongst others, the Issuer, the Guarantors and the Trustee;

Noteholder means, in respect of a Note, the person whose name is entered in the Register as the holder of that Note;

NPAT means, for any financial period, (including any half year and/or full year), the net profit after tax for the period of the Group, as shown in the consolidated financial statements of the Group for the financial period;

Optional Redemption Date means each First Optional Redemption Date or Second Optional Redemption Date;

Parent Guarantor means PMP Limited (ABN 39 050 148 644);

Payment Date means, as applicable, the Maturity Date, an Interest Payment Date or other relevant date on which a payment in respect of a Note is due;

a **Permitted Security Interest** means:

- (a) the Existing Security Interests;
- (b) the Security Interests:
 - (i) that secured any Financial Indebtedness incurred by the Issuer, a Guarantor or any other member of the Group on or after the Issue Date; and

- (ii) without limiting sub-paragraph (i) above, renewing, extending or refinancing of any Financial Indebtedness secured by an Existing Security Interest,

provided that, at the time of such incurrence of the Financial Indebtedness or such renew, extension or refinance of the Financial Indebtedness (as the case may be), on a pro-forma basis, the ratio of the aggregate amount of all Financial Indebtedness of the Group secured by a Security Interest (excluding the amount of any Financial Indebtedness secured by a Permitted Security Interest as described in paragraph (h)) at that time to EBITDA for the previous 12 months is not more than 1.75:1;

- (c) a Security Interest arising by operation of law and in the ordinary course of trading so long as the Financial Indebtedness secured by that Security Interest is paid when due or contested in good faith and appropriately provisioned;
- (d) any netting and set-off arrangements arising in the ordinary course of the Group's banking arrangements;
- (e) any Security Interest approved by the Noteholders pursuant to the Meeting Provisions;
- (f) any Security Interest provided for by one of the following transactions if the transaction does not secure payment or performance of an obligation:
 - (i) a transfer of an account or chattel paper;
 - (ii) a commercial consignment; or
 - (iii) a PPS Lease,(as each term is defined in the PPSA);
- (g) a security interest of the kind contemplated by section 17(1)(b) of the Personal Property Securities Act 1999 of New Zealand; and
- (h) any Security Interest in respect of Financial Indebtedness that is in respect of a non-funded facility guarantee or a foreign exchange facility guarantee securing up to a maximum aggregate amount at any time that does not exceed A\$20,000,000 for the Group taken as a whole;
- (i) any other Security Interest in respect of Financial Indebtedness securing up to a maximum aggregate amount at any time that does not exceed A\$1,000,000 for the Group taken as a whole;

PPSA means the Personal Properties Securities Act 2009 of Australia;

Pricing Supplement means, in respect of a Tranche, the pricing supplement prepared and issued specifying the relevant issue details of such Notes and which has been confirmed by the Issuer;

Record Date means the close of business in the place where the Register is maintained on the eighth day before the Payment Date;

Register means the register of holders of Notes established and maintained by or on behalf of the Issuer under an Agency Agreement;

Registrar means BTA Institutional Services Australia Limited (ABN 48 002 916 396);

Related Body Corporate has the meaning it has in the Corporations Act;

Relevant Period means, on any date falling in a calendar month, the period of twelve months prior to and ending on the last day of the calendar month in which the relevant date falls;

Second Optional Redemption Date means each date so specified in the Pricing Supplement;

Security Interest includes any mortgage, pledge, lien or charge or any security or preferential interest or arrangement of any kind (including under sections 12(1) and (2) and (3) of the PPSA) or any other right of, or arrangement with, any creditor to have its claims satisfied in priority to other creditors with, or from the proceeds of, any asset. It includes retention of title other than in the ordinary course of day-to-day trading and a deposit of money by way of security but it excludes a charge or lien arising in favour of a government agency by operation of statute unless there is default in payment of moneys secured by that charge or lien;

Specified Office means, for a person, that person's office specified in the Information Memorandum or Pricing Supplement or any other address notified to Noteholders from time to time;

Subsidiary of an entity means another entity which is a subsidiary of the first within the meaning of Part 1.2 Division 6 of the Corporations Act;

Tax Authority means any government, state, municipal, local, federal or other fiscal, revenue, customs or excise authority, body or official, having power to tax to which the Issuer becomes subject in respect of payments made by it of principal or interest in respect of the Notes;

Taxes means taxes, levies, imposts, charges and duties (including stamp and transaction duties) imposed by any Tax Authority together with any related interest, penalties, fines and expenses in connection with them except if imposed on, or calculated having regard to, the net income of a Noteholder;

Test Date means each date on which:

- (a) a Security Interest has been granted by the Issuer or a Guarantor in accordance with Condition 5.1 ("Negative pledge");
- (b) new Financial Indebtedness after the Issue Date has been incurred by the Issuer or a Guarantor in accordance with Condition 5.2(a) ("Financial covenants");
- (c) a Distribution or Capital Reduction has been made by the Issuer or any Guarantor in accordance with Condition 5.2(b) ("Financial covenants"); or
- (d) a disposal of a material part of the assets of the Issuer or any other member of the Group in accordance with Condition 5.2(c) ("Financial covenants");

Tranche means an issue of Notes specified as such in the Pricing Supplement issued on the same Issue Date and on the same Conditions; and

Trustee means BNY Trust Company of Australia Limited (ABN 49 050 294 052) in its capacity as trustee of the PMP Note Trust constituted by the Note Trust Deed or such other person appointed under the Note Trust Deed as trustee of the PMP Note Trust.

1.3 References to certain general terms

Unless the contrary intention appears, a reference to:

- (a) a group of persons is a reference to any two or more of them jointly and to each of them individually;
- (b) an agreement, representation or warranty in favour of two or more persons is for the benefit of them jointly and each of them individually;
- (c) a document (including these Conditions) includes any amendment, variation or replacement of it;

- (d) anything (including any amount) is a reference to the whole and each part of it;
- (e) a “**law**” includes common law, principles of equity, any decree and any statute or other law made by a parliament (and a statute or other law made by parliament includes any regulation or other instrument under it, and any consolidation, amendment, re-enactment or replacement of it);
- (f) a “**directive**” includes a treaty, official directive, request, regulation, guideline or policy (whether or not in any case having the force of law) with which responsible participants in the relevant market generally comply;
- (g) “**Australian dollars**” or “**A\$**” is a reference to the lawful currency of Australia;
- (h) a time of day is a reference to Sydney time;
- (i) a “**person**” includes an individual, a firm, a body corporate, an unincorporated association and an authority;
- (j) a particular person includes a reference to the person’s executors, administrators, successors, substitutes (including persons taking by novation) and assigns; and
- (k) the words “**including**”, “**for example**” or “**such as**” when introducing an example, do not limit the meaning of the words to which the example relates to that example or examples of a similar kind.

1.4 Number

The singular includes the plural and vice versa.

1.5 Headings

Headings (including those in brackets at the beginning of paragraphs) are for convenience only and do not affect the interpretation of these Conditions.

1.6 Calculation of period of time

If a notice must be given within a certain period of days or a certain number of days notice must be given or any other matter must take place within a certain number of days, the day on which the notice is given or action taken, and the day on which the meeting is to be held or other action taken, are not to be counted in calculating that period and references to a “day” are to a calendar day.

2 Introduction

2.1 Pricing Supplement

- (a) The Issuer will issue the Notes on the terms set out in these Conditions as supplemented, amended, modified or replaced by the Pricing Supplement applicable to those Notes. If there is any inconsistency between these Conditions and such Pricing Supplement, the Pricing Supplement prevails.
- (b) Notes are issued in series. A series may comprise one or more Tranches having one or more Issue Dates and on conditions otherwise identical (other than in respect of the issue price and date of the first payment of interest). A Tranche is the subject of a Pricing Supplement which supplements, amends, modifies or replaces these Conditions.
- (c) Copies of the Pricing Supplement and Conditions applicable to any Tranche of Notes are available for inspection or on request by a Noteholder or prospective Noteholder

during normal business hours at the Specified Office of the Issuer, the Trustee or the Registrar or are otherwise available on reasonable request from the Issuer or the Registrar.

2.2 Currency and denomination

The Notes are issued in Australian dollars in a single denomination of A\$1,000.

2.3 Issue restrictions and tenor

The Notes may only be offered (directly or indirectly) for issue, or applications invited for the issue of Notes, if:

- (a) the aggregate consideration payable by each offeree is at least A\$500,000 (or its equivalent in an alternative currency and, in each case, disregarding moneys lent by the offeror or its associates to the offeree or its associates) or if the offer or invitation (including any resulting issue) otherwise does not require disclosure to investors under Part 6D.2 or Chapter 7 of the Corporations Act; and
- (b) the offer or invitation (including any resulting issue) complies with all other applicable laws and directives in the jurisdiction in which the offer, invitation or issue takes place.

2.4 Clearing systems

Notes may, but need not, be held in the Austraclear System, in which case the rights of a person holding an interest in the Notes lodged in the Austraclear System are subject to the rules and regulations of the Austraclear System. Neither the Issuer nor any Guarantor is responsible for anything the Austraclear System does or omits to do.

3 Form

3.1 Constitution under the Note Trust Deed

The Notes are debt obligations of the Issuer constituted by, and owing under, the Note Trust Deed.

3.2 Form

The Notes are issued in registered form by entry in the Register.

3.3 No certificates

No certificates will be issued to Noteholders unless the Issuer determines that certificates should be available or if certificates are required by any applicable law or directive.

3.4 Effect of entries in Register

Each entry in the Register in respect of a Note constitutes:

- (a) an unconditional and irrevocable undertaking by the Issuer to the Trustee and the Noteholder to:
 - (i) pay principal, any interest and any other amount in accordance with these Conditions and the Note Trust Deed; and
 - (ii) comply with all other Conditions of the Note and the Note Trust Deed; and
- (b) an entitlement to the other benefits given to the Noteholder in respect of the Note under these Conditions and the Note Trust Deed.

3.5 Register conclusive as to ownership

Entries in the Register in relation to a Note constitute conclusive evidence that the person so entered is the absolute owner of the Note subject to correction for fraud or error.

3.6 Non-recognition of interests

Except as ordered by a court of competent jurisdiction or required by law or directive, the Issuer, the Trustee and the Registrar must treat the person whose name is entered in the Register as the Noteholder of a Note as the absolute owner of that Note. This Condition applies whether or not a Note is overdue and despite any notice of ownership, trust or interest in the Note.

3.7 Joint Noteholders

Where two or more persons are entered in the Register as the joint holder of a Note then they are taken to hold the Note as joint tenants with rights of survivorship, but the Registrar is not bound to register more than four persons as joint holders of a Note.

4 Status and Guarantee

4.1 Status of Notes

The Notes are direct, senior, unsubordinated and (subject to Condition 5.1 ("Negative pledge")) unsecured obligations of the Issuer.

4.2 Ranking of Notes

The Notes rank equally among themselves and at least equally with all other direct, unsubordinated and unsecured obligations of the Issuer, except for liabilities mandatorily preferred by law.

4.3 Guarantee

The Notes are issued with the benefit of the Guarantee. Pursuant to the Guarantee, each Guarantor unconditionally and irrevocably guarantees to the Noteholders, among other things, the due and punctual performance by the Issuer of its obligations under the Notes.

5 Negative pledge and financial and other covenants

5.1 Negative pledge

- (a) Subject to paragraph (b) below, the Issuer will not (and will ensure that any Guarantor will not) create or permit to subsist any Security Interest upon the whole or any part of its (or the Guarantor's) present or future assets or revenues other than a Permitted Security Interest.
- (b) The Issuer or a Guarantor may create or permit to subsist a Security Interest (which is not a Permitted Security Interest) or a Security Interest may also be created or permitted to exist if, at the same time, either the same Security Interest as is granted by the Issuer or a Guarantor or such other security:
 - (i) securing the Issuer's or Guarantor's obligations to the Noteholders, equally and rateably in all respects so as to rank *pari passu* with the applicable Security Interest; or
 - (ii) as shall be approved by the Noteholders pursuant to the Meeting Provisions,is also granted in favour of the Noteholders in a manner that is satisfactory to the Trustee.

5.2 Financial covenants

- (a) The Issuer will not (and will ensure that any Guarantor will not) incur any new Financial Indebtedness after the Issue Date, unless, on the date on which any such Financial Indebtedness is incurred by the Issuer or such Guarantor and immediately after giving pro-forma effect to the incurrence of such Financial Indebtedness and the application of the proceeds thereof:
- (i) the Interest Cover Ratio is greater than 3.50:1; and
 - (ii) the ratio of:
 - (A) the aggregate amount of all Financial Indebtedness of the Group less cash and cash equivalents of the Group at that time,
 - to:
 - (B) EBITDA for the previous 12 months,is not more than 2.25:1.
- (b) The Issuer will not (and will ensure that any Guarantor will not) declare or pay any dividend or make any other payment or distribution having the same effect (“**Distribution**”), or reduce, return, purchase, repay, cancel or redeem any of its share capital or buy back any of its shares (“**Capital Reduction**”) under Chapter 2J of the Corporations Act (or an equivalent provision under any legislation in another jurisdiction applicable to that Guarantor) except:
- (i) where the recipient of the proceeds of such Distribution or Capital Reduction is the Issuer or a Guarantor; or
 - (ii) up to a maximum of 100% of NPAT of the Group (excluding cash and non-cash significant items) each financial year of the Group and payment of which may be made in one or more tranches in the then current or immediately following financial year,
- provided that, in any case, such Distribution and/or Capital Reduction is no greater than an amount lawfully permitted under applicable law.
- (c) The Issuer will ensure that it will not (and will ensure that any member of the Group will not) (whether in a single transaction or a series of related transactions) sell, transfer, lease, or otherwise dispose of, or create or allow to exist an interest in all or a material part of its assets or the assets of a member of the Group, other than:
- (i) disposals, partings with possession and interests created (including sub-leases):
 - (A) on arm's length commercial terms;
 - (B) where the assets are waste, obsolete and are not required for the efficient operation of its business;
 - (C) in exchange for other assets comparable or superior as to type, value and quality; or
 - (D) from the Issuer or a Guarantor to any member of the Group; and
 - (ii) where an amount equal to the net proceeds of the disposal is used within 360 days after such disposal to:

- (A) purchase or acquire a business or purchase, acquire, develop, redevelop or construct productive assets for use by the Issuer or a member of the Group in its business; and/or
 - (B) prepay or repay any secured or unsecured Financial Indebtedness incurred by the Issuer or incurred by a member of the Group.
- (d) The Issuer:
 - (i) will ensure that, at all times, the aggregate total assets of the Issuer and the Guarantors (taken as a whole) are at least 90 per cent. of the consolidated total assets of the Group taken as a whole; or
 - (ii) agrees to cause such of its Subsidiaries to become a Guarantor pursuant to the Note Trust Deed to ensure that, at all times, the aggregate total assets of the Issuer and the Guarantors (taken as a whole) are at least 90 per cent. of the consolidated total assets of the Group taken as a whole,

provided that the Parent Guarantor is a Guarantor at all times, and subject to in the case of a Subsidiary which has become a member of the Group, the completion of any financial assistance whitewash procedures required under Part 2J.3 of the Corporations Act (or equivalent laws in any other applicable jurisdictions) within 45 days of the shareholders general meeting of the Parent Guarantor held after the relevant Subsidiary (which is required to become a Guarantor) becomes a member of the Group.

5.3 Other covenants

- (a) The Issuer will use the net proceeds from the issue of the Notes to redeem and/or repurchase all of the Issuer's outstanding 8.75% notes due 23 October 2017 on or prior to the first optional redemption date of those notes (being 23 October 2015) and for general corporate purposes.
- (b) The Issuer will (and will ensure that each Guarantor will) do everything necessary to maintain its corporate existence.
- (c) The Issuer will comply (and will ensure that each Guarantor complies) with all environmental laws binding on it where a failure to comply would have a material adverse effect on the ability of the Issuer or a Guarantor (as the case may be) to comply with its obligations under the Notes or the Guarantee.
- (d) The Issuer will provide the following to the Trustee not later than 90 days after each applicable Test Date a certificate signed by either two directors or a director and the company secretary of the Issuer which certifies whether, in the opinion of the directors and/or the company secretary of the Issuer (as appropriate) and after having made all reasonable enquiries, the Issuer has complied with each of the covenants set out in Conditions 5.1 ("Negative pledge"), 5.2 ("Financial covenants"), 5.3(b) and 5.3(c) above immediately following the relevant granting of a Security Interest, the incurring of new Financial Indebtedness, the making of a Distribution or Capital Reduction, the disposal of assets or material acquisition of a business on that Test Date (as the case may be). In the event the Issuer is not in compliance with any such covenant, such certificate will give reasonable detail of such non-compliance (including any relevant figures and calculations) and the steps being taken to remedy the same.
- (e) At the request of the Trustee (acting either on its own discretion or upon receipt of a written request of a Noteholder) the Issuer will provide (at its own cost), any document or other information that the Trustee may reasonably request that is necessary or desirable to allow the Trustee or a Noteholder to determine whether or not the Issuer is in compliance with each of the covenants set out in Conditions 5.2 ("Financial covenants"), 5.3(a), 5.3(b) and 5.3(c) ("Other covenants") above.

6 Title and transfer of Notes

6.1 Title

Title to Notes passes when details of the transfer are entered in the Register.

6.2 Transfer

Notes may only be transferred in accordance with these Conditions and the Note Trust Deed.

6.3 Transfers in whole

Notes may only be transferred in whole and not in part.

6.4 Estates

A person becoming entitled to a Note as a consequence of the death or bankruptcy of a Noteholder or of a vesting order or a person administering the estate of a Noteholder may, upon producing such evidence as to that entitlement or status as the Registrar considers sufficient, transfer the Note or, if so entitled, become registered as the holder of the Note.

6.5 Unincorporated associations

A transfer of a Note to an unincorporated association is not permitted.

6.6 Transfer of unidentified Notes

Where the transferor executes a transfer of less than all Notes registered in its name, and the specific Notes to be transferred are not identified, the Registrar may register the transfer in respect of such of the Notes registered in the name of the transferor as the Registrar thinks fit, provided the aggregate principal amount of all the Notes registered as having been transferred equals the aggregate principal amount of all the Notes expressed to be transferred in the transfer.

6.7 Compliance with law

Notes may only be transferred if the offer or invitation for the sale or purchase of Notes is received by a person:

- (a) in Australia, only if the minimum aggregate consideration payable at the time of the transfer is of at least A\$500,000 (or its equivalent in an alternative currency and, in each case, disregarding moneys lent by the transferor or its associates to the transferee) or the Notes are otherwise transferred in circumstances that do not otherwise require disclosure to investors under Part 6D.2 or Chapter 7 of the Corporations Act and the transfer complies with all applicable laws and directives; and
- (b) in a jurisdiction outside Australia, the transfer complies with all other applicable laws and directives in the jurisdiction in which the transfer takes place.

6.8 Restrictions on transfer

- (a) Transfers of Notes which are not lodged in the Austraclear System cannot be made between a Record Date and the relevant following Payment Date if a redemption of such Notes is to occur during, or at the end of, that period in accordance with these Conditions.
- (b) Transfers of Notes will not be registered later than the close of business in the place where the Register is maintained on the eighth day prior to the Maturity Date of the Notes.

7 Interest

7.1 Interest

Each Note bears interest on its outstanding principal amount from (and including) its Interest Commencement Date to (but excluding) its Maturity Date or, if redeemed earlier, the Optional Redemption Date, at the Interest Rate. Interest is payable in arrear on each Interest Payment Date or such other date on which a Note is redeemed.

7.2 Fixed Coupon Amount

The amount of interest payable on each Note on each scheduled Interest Payment Date in respect of the preceding Interest Period is the Fixed Coupon Amount unless interest is due on a date that is otherwise than a scheduled Interest Payment Date, in which case Condition 7.3 ("Calculation of interest payable") shall apply to calculate the amount of interest payable for that period.

7.3 Calculation of interest payable

The amount of interest payable in respect of a Note for any period which does not end on a scheduled Interest Payment Date shall be calculated by the Calculation Agent by multiplying the Interest Rate, the outstanding principal amount of the Note and the Day Count Fraction.

7.4 Notification of Interest Rate, interest payable and other items

- (a) The Calculation Agent must notify the Issuer, the Registrar, the Noteholders, the Trustee and each other Agent of the amount of interest calculated or determined by it under Condition 7.3 ("Calculation of interest payable").
- (b) The Calculation Agent must give notice under this Condition as soon as practicable after making its determination.
- (c) The Calculation Agent may amend its determination of any amount, item or date (or make appropriate alternative arrangements by way of adjustment) as a result of the extension or reduction of the Interest Period or calculation period without prior notice but must promptly notify the Issuer, the Registrar, the Noteholders, the Trustee and each other Agent of any such amendment.

7.5 Determination final

The determination by the Calculation Agent of all amounts, rates and dates falling to be determined by it under these Conditions is, in the absence of fraud or manifest error, final and binding on the Issuer, the Guarantors, the Registrar, each Noteholder, the Trustee and each other Agent.

7.6 Rounding

For the purposes of any calculations required under these Conditions (unless otherwise specified in the Pricing Supplement):

- (a) all percentages resulting from the calculations must be rounded to the nearest one hundred-thousandth of a percentage point (with 0.000005 per cent. being rounded up to 0.00001 per cent.);
- (b) all figures must be rounded to five decimal places (with halves being rounded up); and
- (c) all amounts that are due and payable must be rounded (with halves being rounded up) to one cent.

8 Redemption

8.1 Redemption on maturity

The Issuer agrees to redeem each Note on its Maturity Date at its outstanding principal amount unless:

- (a) the Note has been previously redeemed; or
- (b) the Note has been purchased and cancelled.

8.2 Early redemption at the option of Noteholders (Noteholder put)

Upon the occurrence of a Change of Control, each Noteholder will have the right to require the Issuer to redeem all or any part of such Notes at a redemption price equal to 101 per cent. of the outstanding principal amount of each Note being redeemed (together with any accrued interest, if any, to the date of redemption) (the “**Change of Control Redemption Price**”). Within 30 days after a Change of Control, the Issuer shall deliver a notice to the Registrar and the Trustee requesting that the Trustee promptly notifies Noteholders stating that:

- (a) a Change of Control has occurred and that such Noteholder has the right to require the Issuer to redeem such Notes at the Change of Control Redemption Price;
- (b) the redemption date (which shall be no earlier than 30 days nor later than 50 days from the date of such notice is delivered); and
- (c) the procedures determined by the Issuer, consistent with terms and conditions of the Notes, that a Noteholder must follow in order to have its Notes redeemed.

In this Condition, “**Change of Control**” means, on any date, an event where a party which held 50 per cent. or less of the issued shares of the Parent Guarantor as at the Issue Date are issued subsequently holds more than 50 per cent. of the issued shares of the Parent Guarantor on that date.

8.3 Early redemption at the option of the Issuer (Issuer call)

The Issuer may redeem all or some of the Notes before their Maturity Date as follows:

- (a) on a First Optional Redemption Date by payment of 102 per cent. of the outstanding principal amount of each Note being redeemed; and
- (b) on a Second Optional Redemption Date by payment of 101 per cent. of the outstanding principal amount of each Note being redeemed,

in each case, together with any accrued interest, if any, to the date of redemption.

However, the Issuer may only do so if:

- (i) the amount of Notes to be redeemed is a whole multiple of their Denomination; and
- (ii) the Issuer has given at least 30 days (and not more than 60 days) notice to the Registrar, the Trustee, the Noteholders and each other Agent.

8.4 Partial redemptions

If only some of the Notes are to be redeemed under Condition 8.3 (“Early redemption at the option of the Issuer (Issuer call)”), the Notes to be redeemed will be specified in the notice and selected:

- (a) in a fair and reasonable manner; and
- (b) in compliance with any applicable law, directive or requirement of any stock exchange or other relevant authority on which the Notes are listed.

8.5 Effect of notice of redemption

Any notice of redemption given under this Condition 8 ("Redemption") is irrevocable.

8.6 Late payment

If an amount payable is not paid under this Condition 8 ("Redemption") when due, then interest continues to accrue on the unpaid amount (both before and after any demand or judgment) at the default rate specified in the Pricing Supplement (or, if no default rate is specified, the last applicable Interest Rate) until the date on which payment is made to the Noteholder.

8.7 Purchase

The Issuer and any of its Related Bodies Corporate may at any time purchase Notes in the open market or otherwise and at any price. Notes purchased under this Condition 8.7 may be held, resold or cancelled at the discretion of the purchaser and (if the Notes are to be cancelled, the Issuer), subject to compliance with any applicable law or directive.

9 Payments

9.1 Payments to Noteholders

- (a) Payments of principal will be made to each person registered in the Register at 10.00 am on the applicable Payment Date as the holder of a Note.
- (b) Payment of interest shall be made to each person registered in the Register at close of business on the applicable Record Date as the holder of a Note.

9.2 Payments to accounts

Payments in respect of a Note will be made:

- (a) if the Note is held in the Austraclear System, by crediting on the Payment Date, the amount due to:
 - (i) the account of Austraclear (as the Noteholder) previously notified to the Issuer and the Registrar; or
 - (ii) if requested by Austraclear, the accounts of the persons in Australia in whose Security Record (as defined in the Austraclear Regulations) a Note is recorded as previously notified by Austraclear to the Issuer and the Registrar in accordance with the Austraclear Regulations; and
- (b) if the Notes are not held in the Austraclear System, by crediting on the Payment Date, the amount then due under each Note to an account in Australia previously notified by the Noteholder to the Issuer and the Registrar.

9.3 Payments by cheque

If a Noteholder has not notified the Registrar of an account to which payments to it must be made by close of business on the Record Date or it has notified the Registrar that it wishes to be paid by cheque, payments in respect of the Note will be made by cheque sent by prepaid post on the Payment Date, at the risk of the registered Noteholder, to the Noteholder (or if two or more persons are entered in the Register as joint Noteholders, to the first named joint

Noteholder of the Note) at its address appearing in the Register at close of business on the Record Date. Cheques sent to the nominated address of a Noteholder will be taken to have been received by the Noteholder on the Payment Date and no further amount will be payable by the Issuer in respect of the Notes as a result of the Noteholder not receiving payment on the due date.

9.4 Payments subject to law

All payments are subject to applicable law but without prejudice to the provisions of Condition 10 ("Taxation").

9.5 Payments on Business Days

If a payment:

- (a) is due on a Note on a day which is not a Business Day then the due date for payment will be adjusted in accordance with the applicable Business Day Convention; or
- (b) is to be made to an account on a Business Day on which banks are not open for general banking business in the place in which the account is located, then the due date for payment will be the first following day on which banks are open for general banking business in that place,

and in either case, a Noteholder is not entitled to any additional payment in respect of that delay.

9.6 Unsuccessful attempts to pay

Subject to applicable law, where the Issuer:

- (a) decides that an amount is to be paid to a Noteholder by a method of direct credit and the Noteholder has not given a direction as to where amounts are to be paid by that method;
- (b) attempts to pay an amount to a Noteholder by direct credit, electronic transfer of funds, cheque or any other means and the transfer is unsuccessful;
- (c) has made reasonable efforts to locate a Noteholder but is unable to do so; or
- (d) has issued a cheque which has not been presented within six months of its date, then the Issuer may cancel such cheque and if the Issuer has so cancelled,

then, in each case and subject to Condition 11 ("Time limit for claims"), the amount is to be held by the Issuer for the Noteholder in a non-interest bearing deposit with a bank selected by the Issuer until the Noteholder or any legal personal representative of the Noteholder claims the amount or the amount is paid by the Issuer according to the legislation relating to unclaimed moneys.

9.7 Payment to joint Noteholders

A payment to any one of joint Noteholders will discharge the Issuer's liability in respect of the payment.

10 Taxation

10.1 No set-off, counterclaim or deductions

All payments in respect of the Notes must be made in full without set-off or counterclaim, and without any withholding or deduction in respect of Taxes, unless prohibited by law.

10.2 Withholding tax

If a law requires the Issuer to withhold or deduct an amount in respect of Taxes from a payment in respect of a Note such that the Noteholder would not actually receive on the due date the full amount provided for under the Notes, then:

- (a) the Issuer agrees to deduct the amount for the Taxes; and
- (b) no additional amounts are payable under these Conditions.

11 Time limit for claims

A claim against the Issuer for a payment under a Note is void unless made within 10 years (in the case of principal) or 5 years (in the case of interest and other amounts) from the date on which payment first became due.

12 Events of Default

12.1 Events of Default

Each of the following is an Event of Default in respect of the Notes:

- (a) **(non-payment of principal)** the Issuer fails to pay any principal in respect of the Notes when due or, if the failure to pay on time is caused by an administrative or technical error beyond the control of the Issuer within 2 Business Days after the due date;
- (b) **(non-payment of interest)** the Issuer fails to pay any interest in respect of the Notes of the relevant series when due and the failure to pay continues for a period of 10 Business Days;
- (c) **(other non-compliance)** the Issuer or a Guarantor:
 - (i) fails to comply with any of its obligations in connection with a Note (other than in relation to the payment of money referred to in paragraphs (a) and (b) above) or the Guarantee; and
 - (ii) if the non-compliance is capable of remedy, it is not remedied within 30 days after notice of such default shall have been given to the Issuer by the Trustee or any Noteholder;
- (d) **(cross default)** any Financial Indebtedness of the Issuer, a Guarantor or any of its other Subsidiaries for amounts totalling more than A\$5,000,000 (or its equivalent in any other currency):
 - (i) is not satisfied on the later of its due date or the end of any applicable grace period; or
 - (ii) has become (or becomes capable of being declared) due and payable before its scheduled maturity by reasons of a default, event of default or potential event of default (howsoever described). For the purposes of this subparagraph (ii), and except in relation to an amount becoming capable of being declared due and payable as a consequence of a breach of a payment obligation or a breach of a material obligation (howsoever described), an amount will only be deemed to have become capable of being declared due and payable on the date that falls 7 days after the expiration of any applicable grace period in relation to the event giving rise to the amount becoming capable of being declared due and payable;

- (e) **(insolvency)** except for the purpose of a solvent reconstruction or amalgamation, an order is made or an effective resolution passed for the liquidation, dissolution or winding-up of the Issuer or any Guarantor, an administrator, liquidator, receiver, manager, receiver and manager or other controller (as defined in the Corporations Act) is appointed to the Issuer or any Guarantor and the order, resolution or appointment is not set aside, cancelled, withdrawn or rescinded within 7 days of the order, resolution or appointment (as the case may be) being made or any of their property or the Issuer or any Guarantor becomes insolvent, is unable to pay its debts as they fall due, stops, suspends or threatens to stop or suspend payment of its debts generally;
- (f) **(no arrangement with creditors)** the Issuer or any Guarantor makes a general assignment for the benefit of creditors, or any proceeding shall be instituted by or against the Issuer or a Guarantor (which, in the case of a proceeding instituted against the Issuer or a Guarantor, is not set aside or withdrawn within 7 days after the date that the application was made for such proceeding to be instituted) seeking to adjudicate it insolvent, or seeking liquidation, winding up, reorganisation, arrangement, adjustment, protection, relief, or composition of it or its debts under any law relating to bankruptcy, insolvency or reorganisation or relief of debtors, seeking the entry of any order for relief or the appointment of a receiver, trustee, administrator or other similar official over the Issuer or Guarantor, its activities or any substantial part of its property;
- (g) **(obligations unenforceable)** any Note or the Note Trust Deed (including, for the avoidance of doubt, the Guarantee) is or becomes (or is claimed to be by the Issuer, a Guarantor or anyone on their behalf) wholly or any part of a material provision of it void, voidable or unenforceable or any Note, the Note Trust Deed or the Guarantee ceases to wholly or in relation to any part of a material provision of it have full force and effect or the whole or any part of a material provision of it is declared by any court of competent jurisdiction to be void or unenforceable;
- (h) **(authorisations)** any authorisation of a government agency which is essential to the performance by an Issuer or a Guarantor of its obligations in respect of the Notes or the Guarantee, is repealed, revoked, terminated or expires and is not replaced by another sufficient authorisation within 30 days;
- (i) **(no litigation)** a judgement or award in an amount exceeding A\$5,000,000 (or its equivalent in any other currency) is obtained against the Issuer or a Guarantor or any of their assets and is not set aside or satisfied within 30 days unless the Issuer or the Guarantor is diligently and in good faith pursuing an appeal; and
- (j) **(cessation of business)** the Issuer or any Guarantor ceases to carry on business generally and no other body corporate assumes the business of that person.

12.2 Consequences of an Event of Default

If an Event of Default occurs and continues unremedied in relation to the Notes, then a Noteholder or the Trustee (if requested in writing by a Noteholder) may declare by notice to the Issuer (with a copy to the Registrar and the Trustee (if notice is given by a Noteholder)) that each Note held by it is (or, if the Trustee has given the declaration, all Notes are) to be redeemed by the Issuer paying to the Noteholder the applicable redemption amount for the Note (together with any accrued interest) in which case those amounts become immediately due and payable.

12.3 Notification

If an Event of Default occurs (or, in the case of Condition 12.1(c) ("Events of Default"), an Event of Default would occur with the lapse of time if notice were to be given to the Issuer), the Issuer must promptly (and in any event within 5 days) after becoming aware of it notify the Trustee, the Registrar and the Noteholders of the occurrence of the Event of Default (specifying details of it).

12.4 Enforcement

- (a) Subject to Condition 12.4(c), at any time after the occurrence of an Event of Default, the Trustee may, either at its discretion or pursuant to a direction of Noteholders in accordance with paragraph (c)(i) below and, in either case, without further notice, institute such proceedings and/or take such other action as it may think fit against or in relation to the Issuer to enforce the Issuer's obligations under the Notes. The Issuer shall, as a result of the bringing of any such proceedings, be obliged to pay any sums representing or measured by reference to principal or interest on the Notes sooner than the same would otherwise have been payable by it.
- (b) Without prejudice to Condition 12.4(a) but subject to Condition 12.4(c), if the Issuer breaches any of its obligations under the Note Trust Deed, the Trustee may, either at its discretion or pursuant to a direction of Noteholders in accordance with paragraph (c)(i) below and, in either case, without further notice, bring such proceedings as it may think fit to enforce such obligations.
- (c) Unless the Trustee, acting reasonably, forms the view that immediate steps must be taken to protect the Noteholders' interests or to enforce the Issuer's obligations under the Notes, it must not take any of the actions referred to in paragraphs (a) or (b) above to enforce the obligations of the Issuer in respect of the Notes or take any other enforcement action pursuant to or in connection with the Note Trust Deed or the Notes unless:
 - (i) it shall have been so requested in writing by Noteholders who hold in aggregate 25 per cent. or more of the outstanding principal amount of all Notes then outstanding; and
 - (ii) it shall have been indemnified to its satisfaction in accordance with the terms of the Note Trust Deed.

If, prior to acting on a direction received pursuant to paragraph (a), the Trustee receives further directions to take any action pursuant to this paragraph (c)(i) that are, in its reasonable opinion, materially inconsistent or conflicting in any material respect with the initial directions, the Trustee must call a meeting of Noteholders in accordance with the terms of these Conditions, the Note Trust Deed and the Meeting Provisions in order to resolve the inconsistency or conflict and shall act in accordance with any resolutions passed at that meeting or in accordance with any direction by Noteholders who hold in aggregate 50 per cent. or more of the outstanding principal amount of all Notes then outstanding.
- (d) No Noteholder is entitled to proceed directly against the Issuer to enforce any right or remedy under or in respect of any Note or the Note Trust Deed unless expressly entitled to do so under these Conditions, the Note Trust Deed or the Trustee, having become bound to proceed, fails to do so within five days from the date that the Trustee is notified by a Noteholder of the failure, and such failure is continuing.

13 Agents

13.1 Role of Agents

In acting under an Agency Agreement, each Agent acts solely as agent of the Issuer and does not assume any obligations towards or relationship of agency or trust with any Noteholder.

13.2 Appointment and replacement of Agents

Each initial Agent for a series of Notes is specified in the Pricing Supplement. Subject to Condition 13.4 ("Required Agents"), the Issuer reserves the right at any time to vary or terminate the appointment of any Agent and to appoint a successor.

13.3 Change of Agent

The Issuer (or the Agent on its behalf) must notify the Trustee and the Noteholders if there is any change in the identity of any Agent or any Agent's Specified Office.

13.4 Required Agents

The Issuer must at all times maintain a Registrar, an Issuing & Paying Agent and a Calculation Agent.

14 Meetings of Noteholders

The Meetings Provisions contain provisions for convening meetings of the Noteholders of any series to consider any matter affecting their interests, including any variation of these Conditions.

15 Variation

15.1 Variation with consent

Unless Condition 15.2 ("Variation without consent") applies, any Note may be varied by the Noteholders of the series in accordance with the Meetings Provisions.

15.2 Variation without consent

Any Condition may be amended by the Issuer with the consent of the Trustee (not to be unreasonably withheld or delayed) but without the consent of the Noteholders if the amendment:

- (a) is of a formal, minor or technical nature;
- (b) is made to correct a manifest error; or
- (c) is made to cure any ambiguity or correct or supplement any defective or inconsistent provision,

provided that, in all cases, in the reasonable opinion of the Issuer and the Trustee, such amendment is not materially prejudicial to the interests of the Noteholders.

16 Further issues of Notes

The Issuer may from time to time, without the consent of the Noteholders, issue further Notes having the same conditions as the Notes of any series in all respects (or in all respects except for the first payment of interest, if any, on them) so as to form a single series with the Notes of that series.

17 Notices

17.1 Notices to Noteholders

All notices and other communications to Noteholders must be in writing and must be sent by prepaid post (airmail, if appropriate) to or left at the address of the Noteholder (as shown in the Register at close of on the day which is 3 Business Days before the date of the notice or communication) and may also be given by an advertisement published in *The Australian Financial Review* or *The Australian*.

17.2 Notices to the Issuer, the Trustee and the Agents

All notices and other communications to the Issuer, the Trustee or an Agent must be in writing and may be sent by prepaid post (airmail, if appropriate) to or left at the Specified Office of the Issuer, the Trustee or the Agent.

17.3 Receipt - publication in newspaper

If published in a newspaper, a notice or other communication is taken to be received on the first date that publication has been made in all the required newspapers.

17.4 Deemed receipt - postal

If sent by post, notices or other communications are taken to be received three days after posting (or seven days after posting if sent to or from a place outside Australia).

17.5 Deemed receipt - general

Despite Condition 17.4 ("Deemed receipt - postal"), if notices or other communications are received after 5.00 pm in the place of receipt or on a non-Business Day, they are taken to be received at 9.00 am on the next Business Day.

18 Governing law

18.1 Governing law

These Conditions are governed by the law in force in New South Wales, Australia.

18.2 Jurisdiction

The Issuer irrevocably and unconditionally submits and each Noteholder is taken to have submitted, to the non-exclusive jurisdiction of the courts of New South Wales and courts of appeal from them. The Issuer waives any right it has to object to any actions or proceedings ("**Proceedings**") being brought in those courts including, without limitation, by claiming that the Proceedings have been brought in an inconvenient forum or that those courts do not have jurisdiction.

18.3 Serving documents

Without preventing any other method of service, any document in any Proceedings (including, without limitation any writ of summons or other originating process or any third or other party notice) may be served on the Issuer by being delivered or left at the Specified Office of the Issuer or otherwise at the Issuer's registered office or principal place of business.

Form of Pricing Supplement

The Pricing Supplement to be issued in respect of the Notes will be substantially in the form set out below.

Series No.: [●]

Tranche No.: [●]



PMP Finance Pty Limited

(ABN 84 053 814 976)

("Issuer")

Issue of

A\$[●] [●]% Notes due [●]

("Notes")

irrevocably and unconditionally guaranteed by

PMP Limited

(ABN 39 050 148 644)

and

certain subsidiaries of PMP Limited

(together, the "Guarantors")

The date of this Pricing Supplement is [●].

This Pricing Supplement (as referred to in the Information Memorandum dated [●] ("**Information Memorandum**")) relates to the Tranche of Notes referred to above. It is supplementary to, and should be read in conjunction with (i) the terms and conditions of the Notes ("**Conditions**") contained in the Information Memorandum and (ii) the Note Trust Deed dated [●] as amended by the Supplemental Trust Deed dated [●] and made by the Issuer, the Initial Guarantors (as defined therein) and the Trustee.

Unless otherwise indicated, terms defined in the Conditions have the same meaning when used in this Pricing Supplement.

This Pricing Supplement does not constitute, and may not be used for the purposes of, an offer or solicitation by anyone outside Australia or where such offer or solicitation is not authorised or to any person to whom it is unlawful to make such offer or solicitation. No action is being taken to permit an offering of the Notes or the distribution of this Pricing Supplement for issue to persons to whom disclosure would be required under Part 6D.2 or Chapter 7 of the Corporations Act 2001 of Australia.

The particulars to be specified in relation to the Tranche of Notes referred to above are as follows:

- | | | | |
|---|------------|---|---|
| 1 | Issuer | : | PMP Finance Pty Limited (ABN 84 053 814 976) |
| 2 | Guarantors | : | [●] (ABN [●]) [●] (ABN [●]) [●] (ABN [●]) [specify others] |

| | | |
|----|---------------------------------------|--|
| 3 | Type of Notes | : Fixed Rate Medium Term Notes |
| 4 | Lead Manager and Initial Subscriber | : FIIG Securities Limited (ABN 68 085 661 632) |
| 5 | Place of offering | : Inside Australia only |
| 6 | Registrar | : BTA Institutional Services Australia Limited (ABN 48 002 916 396) |
| 7 | Issuing & Paying Agent | : BTA Institutional Services Australia Limited (ABN 48 002 916 396) |
| 8 | Calculation Agent | : BTA Institutional Services Australia Limited (ABN 48 002 916 396) |
| 9 | Trustee | : BNY Trust Company of Australia Limited (ABN 49 050 294 052) |
| 10 | Aggregate principal amount of Tranche | : A\$[●] |
| 11 | Issue Date | : [●] |
| 12 | Issue Price | : 100% |
| 13 | Denomination | : A\$1,000 |
| 14 | Minimum parcel size on initial issue | : A\$50,000 |
| 15 | Maturity Date | : [●] |
| 16 | Record Date | : As per the Conditions |
| 17 | Interest | : The Notes are fixed rate notes |
| | Fixed Coupon Amount | : A\$[●] per A\$1,000 denomination, payable semi-annually in arrear |
| | Interest Rate | : [●]% per annum |
| | Interest Commencement Date | : Issue Date |
| | Interest Payment Dates | : [●] and [●] of each year, commencing on [●] up to, and including, the Maturity Date or, if redeemed earlier, an Optional Redemption Date |
| 18 | Noteholder put | : Yes, the Notes may be redeemable before their Maturity Date at the option of the Noteholders on a Change of Control as set out in Condition 8.2 ("Early redemption at the option of Noteholders (Noteholder put)") |
| 19 | Issuer call | : Yes, the Notes may be redeemable before their Maturity Date at the option of the Issuer as set out in Condition 8.3 |

(“Early redemption at the option of the Issuer (Issuer call)”) and:

First Optional Redemption Date means each of [●] and [●]; and

Second Optional Redemption Date means each of [●] and [●].

- | | | | |
|----|-------------------------------------|---|--|
| 20 | Clearing system | : | Austraclear System |
| 21 | ISIN | : | [●] |
| 22 | Austraclear I.D. | : | [●] |
| 23 | Australian interest withholding tax | : | It is the Issuer's intention that the Notes will be issued in a manner which will comply with the public offer test under section 128F of the Income Tax Assessment Act 1936 of Australia. |
| 24 | Listing | : | Not applicable |

The Issuer accepts responsibility for the information contained in this Pricing Supplement.

Date: [●]

CONFIRMED

For and on behalf of
PMP FINANCE PTY LIMITED

By:

Name:

Title:

By:

Name:

Title:

Directory

Issuer

PMP Finance Pty Limited

(ABN 84 053 814 976)

Level 12
67 Albert Avenue
Chatswood NSW 2067

Telephone: + 61 2 9412 6111
Facsimile: + 61 2 9413 3939
Attention: Chief Financial Officer

Lead Manager and Initial Subscriber

FIIG Securities Limited

(ABN 68 085 661 632 and AFSL No. 224659)

Level 8
Emirates House
167 Eagle Street
Brisbane QLD 4000

Telephone: + 61 7 3231 6666
Facsimile: + 61 7 3231 6699
Attention: Legal and Compliance

Registrar, Issuing & Paying Agent and Calculation Agent

BTA Institutional Services Australia Limited

(ABN 48 002 916 396)

Level 2
35 Clarence Street
Sydney NSW 2000

Telephone: +61 2 9551 5000
Facsimile: +61 2 9551 5009
Attention: Global Client Services

Trustee

BNY Trust Company of Australia Limited

(ABN 49 050 294 052)

Level 2
35 Clarence Street
Sydney NSW 2000

Telephone: + 61 2 9551 5000
Facsimile: + 61 2 9551 5009
Attention: Global Client Services