

Letter to shareholders

4 October 2016 - In accordance with ASX Listing Rule 3.17.1, please find attached a copy of correspondence sent to the shareholders of McGrath Limited.

-Ends-

**For further media information,
please call Terri Sissian on +61 (0) 419 881414**

About McGrath

Founded in 1988, McGrath (ASX:MEA) has grown to be one of Australia's most successful residential real estate groups. An integrated real estate services business, McGrath is a total solution company offering agency sales, property management, mortgage broking and career training services.

McGrath Estate Agents currently has 92 offices located throughout the East Coast of Australia.

McGrath

McGrath Limited
ABN 61 608 153 779

Registry communications to:
C/- Link All Market Services Limited
Locked Bag A14, Sydney South, NSW, 1235
Telephone: +61 1300 554 474
Facsimile: +61 2 9287 0303
ASX Code: MEA
Email: mcgrath@linkmarketservices.com.au
Website: www.linkmarketservices.com.au

Dear Shareholder

On behalf of the Board, I am pleased to enclose your first dividend statement from McGrath Limited (MEA).

MEA will be paying all **future** dividend payments to Shareholders with registered addresses in Australia and New Zealand by direct credit only. Only Shareholders whose registered addresses are not in Australia and New Zealand will be paid by Australian Dollar cheques.

The benefits of having dividend paid by direct credit to your nominated bank account include:

- there is no delay in waiting for your cheque to be delivered in the mail;
- your funds are deposited on the date of payment and are cleared for immediate use;
- direct credit is a more secure and safer method of receiving dividend payments;
- it mitigates the risk of lost payments, unbanked cheques and fraud;
- if you are absent from the address, the dividend will still be deposited into your bank account;
- you can elect to have your dividends paid either directly to your own bank account or any other nominated account in Australia or New Zealand;
- direct credit is cost effective for MEA and the savings generated will benefit all Security holders.

You will continue to receive a dividend statement in the form nominated by you (electronic or paper) for your tax records.

WHAT DOES THIS MEAN FOR SECURITY HOLDERS?

If you have already provided your banking details, there is no action required from you.

If you **have not provided your banking details** and your registered address is in Australia or New Zealand, please provide details of your nominated bank account to our share registry, Link Market Services Limited before the next Record Date for payment. A direct credit form and reply paid envelope are enclosed for this purpose.

We encourage you to visit our share registry's website, www.linkmarketservices.com.au to view and update your holding details. Simple step by step instructions to do this are shown below:

How to access my holding online?

- Visit www.linkmarketservices.com.au and click on "Investor Login" or scan the QR Code to take you to the Investor Centre



Select from one of the following access methods

- Login to view your portfolio
- Register to set up a free portfolio
- Login via a single holding



Access a variety of holding information

- View all holdings under your portfolio
- View current and historical balance, transaction and payment information



Update your details

- Update your address details, payment instructions and tax details
- Update your communication preferences and address
- Lodge your proxy vote for any current meetings

If you have any shareholder enquiries, please contact our Share Registry, Link Market Services Limited, by telephone on +61 1300 554 474 or by email to: mcgrath@linkmarketservices.com.au.

Yours faithfully

Morgan Sloper
Company Secretary