

12 April 2018

Dear Shareholder

On 1 March 2018, Bendigo Telco completed its contract with Community Telco Australia Pty Ltd trading as Bendigo Bank Telco, a fully owned subsidiary of Bendigo and Adelaide Bank, to acquire their last remaining telco clients. This arrangement establishes our company as the Bank's preferred telco provider on behalf of its customers. The acquisition adds additional scale to the residential and micro customer base of our business.

Integration of the newly merged customer base into Bendigo Telco's business operations is progressing smoothly.



Ken Belfrage

Company Secretary