



05 August 2020

The Manager
Company Announcement Office
National Stock Exchange of Australia
1 Bligh Street
Sydney NSW 2000

Dear Sir/Madam

**Asset Resolution Limited
Secured Loan**

Further to the Company's releases dated 15 July 2020 and 16 July 2019 in relation to the secured loan facility of \$3,250,000 to John and Jennifer Sergeant (the **loan**).

The balance of the Loan being \$1,250,000, has been formally recalled and will be repaid in full on the 31 October 2020.

The Company confirms that the loan facility will end on 31 October 2020.

The original terms of the loan include that:

- the primary interest rate is a commercial interest rate (the CBA Commercial Overdraft rate plus 3%);
- the interest rate is a rate higher than what the company was currently earning from having the funds on deposit with a financial institution, and therefore the loan was financially beneficial to the Company;
- the application of funds by the borrower is restricted in a manner that ensured that funds were liquid and would be readily available for repayment;
- that the loan is repayable on short notice (3 business days), a key competitive advantage; and
- that the loan is secured over property which the non-related directors were familiar with and understood the value of.

If you have any queries please do not hesitate to contact us.

Yours sincerely

Vicky Allinson FCCA, AGIA
Company Secretary

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