

4 April 2011

ASX RELEASE

Proposed De-listing and Buy Backs

On 28 June 2010, Everest Financial Group Limited (**EFG** or the **Company**) announced it intended to wind down its operations with a view to returning capital to shareholders. Following that decision, the Company and its subsidiaries (**Everest Group**) commenced scaling back their operations. As part of that process, the Company has, among other things, undertaken a wind down and transfer of its trustee, responsible entity and management responsibilities. That process is near complete and the Board anticipates that it will conclude in coming months. The Company has also recently completed a capital return to all shareholders of 4 cents per share.

De- listing

Having regard to the wind down of the Company's activities, the ongoing requirements for listing, and after carefully considering various alternatives, the Board has determined to put a resolution to shareholders at its upcoming Annual General Meeting (**AGM**) to de-list the Company's securities from quotation on the ASX (**De-listing**).

Equal Access Buy Back

Having regard to the impact which De-listing would have on the Company and its shareholders, the Board has determined that eligible shareholders should be given an opportunity to exit their investment in the Company prior to De-listing. Accordingly, the Board has also determined to put a resolution to shareholders at the AGM which, if approved, would allow the Company to undertake an Equal Access Buy Back of up to 10 million shares (comprising 40% of the entire issued capital of the Company) at a price of 12.5 cents per share (**Equal Access Buy Back**).

The Company has received letters of intent from the major shareholders in the Company (holding in aggregate approximately 60% of all shares on issue) indicating that they will not participate in the Equal Access Buy Back. On that basis, and in the event the Equal Access Buy Back is approved by shareholders at the upcoming AGM, eligible shareholders who elect to participate in the Equal Access Buy Back will have 100% of their shares bought back without any scale back.

Minimum Holding Buy Back

In addition, and having regard to the administrative and registry costs incurred by the Company in managing small holdings, the Company also proposes to conduct a buy back of unmarketable share parcels in accordance with the ASX Listing Rules and its Constitution (**Minimum Holding Buy Back**). Under the Minimum Holding Buy Back, shareholders who are holders of unmarketable parcels of shares in the Company on 26 April 2011 or a date to be announced by the Company to the market, will have their shares bought back by the Company at 12.5 cents per share, unless they otherwise elect to retain their shares. The Minimum Holding Buy Back does not require shareholder approval and is proposed to take place



irrespective of whether the De-listing and/or Equal Access Buy Back are approved by shareholders.

Further information

The AGM is proposed to take place on 30 May 2011.

Further details relating to De-listing and the Equal Access Buy Back will be given in the Notice of Meeting convening the AGM and accompanying explanatory statement, which EFG expects to issue in late April 2011. Further details of the Minimum Holding Buy Back will be sent to holders of unmarketable parcels at or about the same time as the Notice of Meeting convening the AGM is dispatched. The Board of EFG recommends you read these documents carefully before making any decisions regarding your shareholding in the Company.

Ends.

For further information please visit our website www.everest.com.au or contact:

Michael Sutherland
Company Secretary
Phone: (02) 8001 9100