

23 February 2022

Credit Corp acquisition of the Collection House New Zealand ledger book

Credit Corp Group Limited (Credit Corp) announces that it has entered into a binding agreement to acquire the New Zealand purchased debt ledger (PDL) book of Collection House Group Limited (Collection House; ASX:CLH) for a total consideration of approximately A\$12 million. As part of the transaction, Credit Corp has acquired the senior secured debt of Collection House from its banking syndicate and advanced a working capital loan facility to Collection House, totalling A\$7.5 million of funding. This \$7.5 million is secured by a first ranking security over the majority of Collection House's assets including the New Zealand PDL book and, at completion, will be netted against the \$12 million purchase price, whereupon Credit Corp will release Collection House from all remaining obligations under the aforementioned lending facilities.

This investment is expected to deliver Credit Corp's required investment return and there will be no participation in any out-performance by Collection House. Completion is expected to occur by the end of March, 2022.

As a consequence of securing this investment, PDL investment guidance for FY2022 has been upgraded in accordance with the following ranges:

	Guidance issued February 1 st , 2022	Guidance revised February 23 rd , 2022
PDL acquisitions	\$300 - \$320m	\$320 - \$330m
Net lending volumes	\$45 - \$55m	\$45 - \$55m
NPAT	\$92 - \$97m ¹	\$92 - \$97m ¹
EPS	137 - 144 cents ¹	137 - 144 cents ¹

This ASX release was authorised by the Company Secretary.

For more information, please contact:

Mr Thomas Beregi
Chief Executive Officer
Tel: +61 2 8651 5777
Email: tberegi@creditcorp.com.au

Mr Michael Eadie
Chief Financial Officer
Tel: +61 2 8651 5542
Email: meadie@creditcorp.com.au

¹ Excludes \$4.5 million after-tax PPP loan forgiveness during H1 FY2022.