



19 September 2016
ASX Announcement

MainstreamBPO announces Acquisition Facility

- Issue of \$7 million senior secured convertible notes to fund strategic acquisitions

Fund administration provider MainstreamBPO Limited group (ASX: MAI) has signed an agreement with investment manager Mason Stevens Asset Management to establish a three year senior secured convertible note facility for the Company. The Mason Stevens group provides global wealth management and platform solutions to wholesale and retail investors. Masons Stevens is a long standing client and were a supporter of MainstreamBPO during its IPO in 2015.

The Company will use the facility to fund strategic acquisitions in line with its growth strategy, including funding of the recently announced acquisition of New York based *Fundadministration, Inc.* and other acquisitions the Company is currently evaluating in line with its focused growth strategy to become a global fund administrator.

Commenting on the announcement, MainstreamBPO Chairman and Managing Director Byram Johnston OAM said “The Company remains confident in its ability to execute a growth strategy that will enhance shareholder value. In addition to funding our acquisition of *Fundadministration, Inc* we look forward to updating the market on specific transactions in due course and we acknowledge the support of Mason Stevens in bringing this funding arrangement together.”

MainstreamBPO has a track record of expanding its operational footprint through acquisition or ‘lift and shift’ of complementary fund administration businesses.

Key terms of the convertible notes:

Description:	Senior Secured Convertible Notes
Issue size:	\$7 million
Arranger:	Mason Stevens Asset Management Pty Ltd
Term:	3 years
Interest rate:	10.5% fixed per annum until the Notes are redeemed or exchanged
Drawdown date:	29 th September 2016



For more information

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About MainstreamBPO

MainstreamBPO is one of the largest independent fund administrators in Australia. The Company provides fund administration, superannuation administration and share registry services for a diversified client base of fund managers and superannuation trustees.

The Company operates three businesses:

- > FundBPO: provides fund administration services for investment managers
- > SuperBPO: provides superannuation administration services for superannuation trustees
- > ShareBPO: provides share registry services for listed companies and exchange-traded funds.

MainstreamBPO has seen exceptional growth since its inception ten years ago. As at September 2016 administration services are provided to over 600 funds with assets in excess of \$95 billion, supporting more than 123,000 investors.

The Company's operations generate predictable revenue streams based on ongoing contracts with clients for the supply of administration services. The Company has a strong competitive position and track record of providing outsourcing services.

MainstreamBPO has operations in Sydney, Melbourne, Singapore, Hong Kong and New York, employing over 120 people.

About Mason Stevens

Mason Stevens was founded in 2010 and provides wholesale investors and financial intermediaries with a complete multi-asset, multi-currency investment and managed account solution. Our offering is complimented by some of the most experienced investment and finance professionals and today we have over A\$2 billion under administration and management.

Mason Stevens holds an Australian Financial Services License (AFSL 351578), and is a licensed Responsible Entity, Custodian, and Managed Discretionary Account operator.