

Directors Considering Takeover Offer

Late yesterday afternoon Ask Funding Limited was served with a Bidder's Statement issued by Mercantile OFM Pty Ltd, a wholly owned subsidiary of Mercantile Investment Company Limited (ASX code MVT).

The offer is 7 cents cash per share and is conditional upon the Bidder receiving 90% acceptance (though that condition can be waived).

The Board notes that the offer is at a 20% discount to the last price at which the Company's shares traded on ASX prior to issue of the Bidder's Statement.

The Board will carefully consider the terms of the takeover offer and a further release will be made after the Board has completed its assessment. Accordingly, the Board suggests that shareholders take no action at this stage.

The Board will also be issuing a Target's Statement incorporating its recommendation, as required by the Corporations Act.

The Company has retained McCullough Robertson lawyers to act on its behalf.

FOR FURTHER INFORMATION PLEASE CONTACT:

Russell Templeton

Managing Director

Tel: + 61 (0) 7 3211 8000

Mobile: + 61 (0) 427 308 153

E-mail: russell.templeton@askfunding.com.au

Misha Collins

Non-executive director, strategic
and shareholder relations officer

Mobile: + 61 (0) 409 797 897

E-mail: misha.collins@askfunding.com.au

P 07 3211 8000

F 07 3211 8933

PO Box 7111
Riverside Centre,
Brisbane Qld 4001

This product is issued by
Ask Funding Limited.
ABN 22 094 503 385