

ASX Announcement

31 October 2019

Process Update and Request for Suspension Extension

Pioneer Credit Limited (ASX: PNC) ('**Pioneer**' or the '**Company**') confirms that the process for the realisation of the value of its assets, including proposals for change of control and the provision of funding, is progressing well. Following the receipt of a number of non-binding indicative proposals, four interested parties (across private equity and trade) have now been short-listed for the final stage of the change of control process involving confirmatory due diligence and the submission of final binding offers. Discussions are also ongoing with financing parties in relation to the provision of funding.

The Company expects the change of control process will progress to the submission of final binding offers and the selection of a preferred party by the Board by the end of November 2019.

On 30 September 2019, Pioneer requested an extension to the voluntary suspension in the trading of its securities until the release of an announcement regarding the change of control process. The Company now requests a further extension to the voluntary suspension of its securities pending further developments in relation to this process.

In accordance with ASX Listing Rule 17.2, the Company provides the following information in relation to its request for voluntary suspension:

- The Company is in the process of assessing proposals received for the realisation of the value of its assets, including proposals for change of control, and for the provision of additional or alternative funding. As part of this process, the Company may need to renegotiate or replace the existing senior debt facilities, which are currently the subject of a Standstill Agreement between the Company and its Senior Financiers. As previously disclosed, the Standstill Agreement was entered into as a result of the Company defaulting under its Senior Financing Facility and the fact that while a default subsists, the Senior Financiers may (subject to the terms of the Standstill Agreement), amongst other things, declare that the secured money is immediately due and payable;
- In the Company's opinion, continued trading of its securities in the absence of any certainty around the outcome of the process described above and the timing required to implement any recommended proposal is likely to be materially prejudicial to its ability to complete any transaction critical to Pioneer's financial viability;
- The Company requests that the suspension continue until the commencement of trading on 2 December 2019 or until the release of an announcement regarding the matters referred to above, whichever is earlier; and

- Pioneer is not aware of any reason why the suspension of its securities should not be granted or of any other information necessary to inform the market about the suspension.

The Company will continue to keep shareholders informed of any material developments.

ENDS

Investor/Media enquiries

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About Pioneer

Pioneer Credit is an ASX-listed company (ASX: PNC) providing high quality, flexible, financial services support to help everyday Australians out of financial difficulty. Pioneer Credit has the trust of long-term vendor partners to do the right thing and respectfully support customers to achieve their financial independence.

Pioneer Credit has established a solid foundation to pursue further growth by leveraging its outstanding industry relationships, compliance record and customer-focused culture.

www.pioneercredit.com.au