

5 February 2016

Market Announcements Office
ASX Limited
Exchange Centre
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ACQUISITION OF RELIANCE PARTNERS FRANCHISE BUSINESS AND THE AUSTRALIAN RELIANCE BROKING BUSINESS – UPDATE NO. 2

PSC Insurance Group Limited (PSC) (ASX: PSI) has this week completed a further transaction in the acquisition of the Reliance Franchise Partners and Australian Reliance Broking business.

The transaction completed is the acquisition of the broking business and assets of AR Portfolio (NSW) Pty Ltd.

The pertinent details of this transaction within the overall transaction are:

- Purchase price- \$4.40 million
- Consideration on completion - \$2.86 million
- Anticipated revenue per annum - \$2.20 million
- Rise and fall formula for the payment of deferred consideration calculated by reference to the income of the relevant businesses for the 12 month period post completion compared to the income for the 12 month period prior to completion plus / minus agreed assets.

The business of AR Portfolio (NSW) Pty Ltd will operate as a separate business unit within an existing PSC Insurance Group AFSL holder.

PSC continues to move forward to have the transaction announced on 15 January 2016 completed by the end of February 2016.

Please direct any queries to Paul Dwyer, Managing Director, on 0409 995 105.