

21 June 2016

Update on share sale facility in relation to YCU merger

Auswide Bank Ltd (ASX: ABA) ("**Auswide Bank**") has today received relief from the Australian Securities & Investments Commission ("**ASIC**") in relation to the share sale facility under which Queensland Professional Credit Union Ltd (trading as Your Credit Union ("**YCU**")) members elected or were deemed ("**Share Sale Facility Participants**") to have their new Auswide Bank shares that they were entitled to receive under the merger ("**Sale Shares**") sold by the broker ("**Broker**"), in accordance with the terms and conditions of the share sale facility (as set out in attachment VII of the scheme booklet).

The effect of the relief is that the Broker is now permitted to sell the Sale Shares in the ordinary course of trading on a licensed market or through a bookbuild.

The Broker may, at its discretion, elect to utilise a bookbuild to facilitate the sale of the Sale Shares. Any bookbuild that may be operated would be open to professional and sophisticated investors within section 708(8) and s708(11) of the Corporations Act 2001 (Cth) and would be conducted off-market. The Broker reserves the right, in its absolute discretion, to scale back bids in order to provide an appropriate spread and mix of investors participating in the bookbuild.

Any expenses (eg. brokerage or handling fees) relating to the sale of the Sale Shares through a bookbuild will be paid for by Auswide Bank. Based on the current timetable, Share Sale Facility Participants are expected to be paid their proportion of the proceeds of sale of the Sale Shares in accordance with the terms and conditions of the share sale facility and by no later than 4 July 2016.

For further information relating to the share sale facility, please refer to section 12 and attachment VII of the scheme booklet.

For more information, please contact:



Martin Barrett BA(ECON) MBA

Managing Director

Phone: (07) 4150 4001 or 0413 279 746

Email: mbarrett@auswidebank.com.au

About Auswide Bank Ltd

www.auswidebank.com.au

Auswide Bank Ltd (ASX: ABA) offers personal and business banking products & services across Australia directly or in partnership with leading service providers via an omni-channel distribution strategy including branches, strategic relationships and online & digital channels.

Small things. Big difference.