

9 January 2018

Execution of Call Option Deeds – Norwood Park Limited

Propel Funeral Partners Ltd (ASX: PFP) (**Propel**) is pleased to announce it has executed Call Option Deeds pursuant to which it, through one of its subsidiaries (**Bidco**), has an option to acquire approximately 19.9% of the issued share capital of Norwood Park Limited, a public unlisted company which has more than 50 shareholders (**Norwood Park**). If the call options are exercised, the consideration payable for the shares the subject of the Call Option Deeds would be approximately \$2.7 million. Exercise of the call options is conditional upon Bidco making a takeover offer for the shares in Norwood Park pursuant to Chapter 6 of the Corporations Act 2001 (Cth).

Norwood Park was established in 1964 and performs approximately 2,000 cremations and 300 burials per annum from leasehold properties comprising crematoria, memorial gardens and/or cemeteries in Canberra (ACT), Bathurst (NSW) and Ipswich (QLD). Norwood Park generated revenue of approximately \$4.8 million in FY2017.

Propel's Managing Director, Albin Kurti said "We are pleased to have secured this option for Propel. The acquisition of shares in Norwood Park will enable Propel to enter metropolitan Canberra, expand its presence in metropolitan Brisbane and in regional New South Wales."

Propel intends to fund the proposed transaction from cash reserves.

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About Propel:

Propel is listed on the Australian Stock Exchange and is the second largest provider of death care services in Australia and New Zealand. Propel currently operates from 80 locations, including 19 crematoria and 5 cemeteries.

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