

ASX Announcement
3 December 2021**SPECIAL DIVIDEND AND CASH POSITON UPDATE**

MaxiPARTS Limited ACN 006 797 173 (ASX:MXI, **MXI** or **Company**) is pleased to announce that its directors have determined to pay a special dividend of 62.5 cents per share (fully franked). As previously communicated to shareholders, the special dividend ensures that shareholders receive a direct benefit from the sale of the Trailer Solutions Business and the Derrimut and Hallam properties.

The record date will be Thursday 9 December 2021 and the payment date will be Friday 24 December 2021.

As previously advised, the Company has reintroduced the Dividend Reinvestment Plan (**DRP**) offering eligible shareholders the opportunity to reinvest their dividends in additional fully paid shares in the Company. For the special dividend, the **DRP** will operate with a discount of 2.5%. Shareholders can elect to participate in the **DRP** via www.computershare.com.au/easyupdate/MXI no later than 5pm (AEDST) on Friday 10 December 2021.

The Company also advises that the proforma cash position at the end of the Trailer Solutions Business sale completion process is expected to be a net debt position of approximately \$3m, down from \$7m positive cash position announced previously. This lower cash position is a result of the following:

- Operating performance of the Trailer Solutions Business in the period before completion being lower than anticipated, impacting both cash generation and working capital movements;
- Higher than anticipated separation costs;
- Unexpected cash outflows from the recently announced cyber fraud incident (announced on 28th October 2021) and costs associated with a legal settlement linked to the Trailer Solutions Business; and
- Decision to make short term investments in higher inventory levels to ensure service levels are maintained and to support continued growth during this time of global supply chain uncertainty.

It is not expected that all of the funds related to the sale of the Trailer Solutions Business will be received by the end of H1 FY22 and as such, the reported net debt position in the H1 accounts will reflect a higher net debt position than the final proforma position stated above.

Despite the disruption to the global supply chain and the impact of extended COVID-19 lockdowns in NSW and Victoria, the underlying MXI operating business continues to perform in line with expectations.

Authorised by the Board of Directors of MaxiPARTS Limited.

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About MaxiPARTS Limited

MaxiPARTS Limited (ASX:MXI) is one of the largest suppliers of truck and trailer parts to the road transport industry in Australia.