

25 March 2021

ASX Announcement

Change in deposit arrangement

As a result of Covid-19 and current global economic conditions the Reserve Bank of Australia ("RBA") has reduced and maintained official interest rates at 10bps and provided substantial liquidity to the Australian Banking sector at historically low rates and credit spreads.

Given the above, and reduced cost of funding for banks, we advise that the agreement with ANZ in relation to the interest payable on the total pooled cash transaction account is to be terminated in 12 months (24 March 2022) pursuant to the terms of our agreement. The agreement provides a margin of 95bps above the overnight cash rate ("OCR") and will continue for 12 months.

Netwealth is in negotiations with ANZ and other banks to establish an alternate facility and deposit rate.

In addition, the previously announced reductions in the RBA overnight rate which reduced our cash administration margin by 40bps, will be progressively recovered when rates increase in the future.

Netwealth remains debt free and in a strong financial position.

About Netwealth

Netwealth was created with an entrepreneurial spirit to challenge the conventions of Australia's financial services. We are a technology company, a superannuation fund and an administration business. Above all we exist to inspire people to see wealth differently and discover a brighter future.

Founded in 1999, Netwealth is one of the fastest growing wealth management businesses in Australia.

We are rated No.1 by our clients for providing exceptional service*.

Our financial products are:

- superannuation including accumulation and retirement income products;
- investor directed portfolio services for self-managed super and non-super investments;
- managed accounts; and
- managed funds.

Netwealth's digital platform supports how our financial products are delivered to market. For instance, via the platform, financial intermediaries and clients can invest and manage a wide array of domestic and international products.

The platform is built, developed and maintained by our technology team. It is continuously enhanced using feedback from financial intermediaries, clients and other users and receives wide industry recognition as having market-leading functionality.

Supporting our financial products and technology platform is a significant investment in our people and resources to administer support, risk and governance and our custodial services.

This document has been authorised for release by CFO and Company Secretary, Mr Grant Boyle.

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*Investment Trends, May 2020 Planner Technology Report