

ASX Announcement

8 October 2020

Completion of Retail Entitlement Offer

Generation Development Group (ACN 087 334 370) (**GDG** or **Company**) is pleased to announce that it has successfully completed the retail component of its fully underwritten 1 for 6.7 pro-rata accelerated non-renounceable entitlement offer, announced on 17 September 2020 (**Retail Entitlement Offer**).

Completion of the Retail Entitlement Offer represents the final stage of GDG's approximately \$35 million equity raising, which included a placement and institutional entitlement offer. The proceeds from the equity raising will be used by GDG to acquire a 37% stake in Lonsec Holdings Pty Ltd, to provide regulatory and development capital for GDG's new annuity product, and for general working capital and transaction costs.

The Retail Entitlement Offer closed at 5pm (Melbourne time) on Monday, 5 October 2020. GDG received valid applications from eligible retail shareholders under the retail entitlement offer (**Eligible Retail Shareholders**) for approximately 7.9 million shares (**New Shares**), representing a participation rate of approximately 80%. The Board, in its discretion, has accepted all applications from Eligible Retail Shareholders including those applied for under the top-up facility. In accordance with the underwriting agreement between GDG and Morgans Corporate Limited and Moelis Australia Advisory Pty Limited (**Underwriters**), the Underwriters will subscribe for, or procure subscriptions for, the remaining 2,018,772 New Shares (\$1.4 million) under the shortfall.

Shareholders should confirm the actual number of New Shares allocated and issued to them before trading in such shares, and the sale by any Eligible Retail Shareholder of New Shares prior to receiving their holding statement is at their own risk.

New Shares to be issued under the Retail Entitlement Offer will rank equally with existing GDG shares in all respects from the date of issue. Settlement of the New Shares issued as part of the Retail Entitlement Offer is expected to occur on Friday, 9 October 2020, with the issue of those New Shares to occur on Monday, 12 October 2020 and ordinary trading to commence on Tuesday, 13 October 2020.

Additional Information

Further details about the equity raising are set out in the investor presentation released to the ASX on 17 September 2020.

-ENDS-

Authorised by and contact for further information:

For Investors

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About Generation Development Group

Generation Development Group (ASX: GDG) is a licensed Pooled Development Fund (**PDF**) specialising in providing development capital to businesses within the financial sector. Its status as a PDF provides favourable tax benefits to the Group and its shareholders.

For information about GDG can be found at <https://gendevdevelopmentgroup.com.au/>

About Lonsec

With over 20 years of experience, the Lonsec Group is one of Australia's most prominent investment research, ratings and implemented solutions businesses, servicing a blue-chip client base.

IMPORTANT NOTICES

FORWARD-LOOKING STATEMENTS

This announcement may contain certain forward-looking statements, forecasts, estimates, projections, beliefs and opinions (Forward Statements). Forward Statements can be identified by the use of 'forward-looking' terminology, including, without limitation, the terms 'believes', 'estimates', 'anticipates', 'expects', 'projects', 'predicts', 'intends', 'plans', 'propose', 'goals', 'targets', 'aims', 'outlook', 'guidance', 'forecasts', 'may', 'will', 'would', 'could' or 'should' or, in each case, their negative or other variations or comparable terminology, and include financial outlook information as defined below.

Forward Statements involve elements of subjective judgment and analysis, and are subject to known and unknown risks, uncertainties and other factors because they relate to events and depend on circumstances that may or may not occur in the future, assumptions which may or may not prove correct, and may be beyond the Company's ability to control or predict.

You are strongly cautioned not to place undue reliance on Forward Statements, particularly in light of the current economic climate and the significant volatility, uncertainty and disruption caused by the outbreak of COVID-19. Any such statements, opinions and estimates in this announcement are based on assumptions and contingencies which are subject to change without notice, as are statements about market and industry trends, which are based on interpretations of current market conditions. Forward Statements including projections, guidance on future earnings and estimates are by their very nature subject to significant uncertainties and contingencies and are not reliably predictable. They are provided as a general guide only and should not be relied upon as an indication or guarantee of future performance and may involve known and unknown risks, uncertainties and other factors, many of which are outside the control of GDG. No representation or guarantee is made by the Company or any other person that any of these Forward Statements (including the financial outlook information) will be achieved or proved to be correct. Readers are cautioned not to place undue reliance on Forward Statements and the Company assumes no obligation to update such statements (except as required by applicable regulations or by law).

This announcement is not financial product advice and has not taken into account your objectives, financial situation or needs.

OTHER

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