

ASX ANNOUNCEMENT**31 May 2023**

Thorn Group Limited announces audited FY23 results and asset finance portfolio update

Thorn Group Limited (ASX:TGA) (**Thorn**) and its controlled entities today released its audited full year results and financial report for the financial year ended 31 March 2023.

Key Highlights include:

- Net Profit After Tax of \$2.5m
- Earnings Per Share of 7.3c per share
- Thornmoney asset finance originations of \$118.2m for the year
- Thornmoney and Thorn Business Finance Net Receivables of \$136.5m for the year
- At 31 March 2023, free cash was \$17.4m and cash in the warehouse was \$11.4m
Shareholders are advised that Thorn's cash balance totalled \$34.7m as at 29 May 2023, including both free cash and the tied cash in the warehouse funding trust. Free cash totalled \$22.2m
- Thorn paid a final dividend in July 2022 and a special dividend in September 2022, totalling \$13.8m, along with a capital return to shareholders in October 2022, totalling \$41.72m

Thorn's Chairman, Warren McLeland said:

"I am pleased to present the Thorn Group Limited Annual Report for 2023. It was a year of change and transformation for our business, including the restructuring and re-opening of our asset finance warehouse in August 2022."

Asset Finance Portfolio Update

Thorn's directors wish to advise shareholders that Thorn is in negotiations with a party which has expressed interest in acquiring Thorn Australia Pty Ltd's and Thornmoney Pty Ltd's asset finance portfolio. At this stage, negotiations are incomplete and ongoing and no final decision has been made in relation to any potential sale or divestment of Thorn's asset finance portfolio.

Thorn is also unable at this stage to provide shareholders with any estimates or guidance as to the financial impact of such a transaction on Thorn. Should any such decision be made, Thorn will of course abide by its disclosure obligations under ASX Listing Rule 3.1 and will update the market in relation to any specific course of action if and when required.

Thorn continues its previously announced position of not providing profit guidance.

This release has been authorised by the Board of Directors.

End of Release.

For further information, please contact:

Pete Lirantzis

Chief Executive Officer

0411 012 035

Investor.Relations@thorn.com.au

Alexandra Rose

General Counsel & Company Secretary

+61 (02) 9174 6442

Company.Secretary@thorn.com.au

ABOUT THORN GROUP LIMITED (ASX: TGA, www.thorn.com.au)

Thorn is a diversified financial services company providing funding solutions for small to medium businesses. Thornmoney is a provider of working capital and business asset lending solutions, working in partnership with Australian brokers and accountants. Thorn has been listed on ASX since 2006.

Thorn Group Limited

PO BOX R1780 ROYAL EXCHANGE NSW 1225

ABN 54 072 507 147

T: 1300 244 032

E: investor.relations@thorn.com.au

W: thorn.com.au