

ASX Release

1 May 2013

Company Announcements
Australian Securities Exchange Limited
20 Bridge Street
Sydney, NSW 2000

UPDATE ON CAPITAL RAISING TRANSACTIONS

Firstfolio Limited (ASX:FFF) is pleased to provide a further update on the proposed placement and rights issue as announced to the ASX on 11 February 2013.

Negotiations with Australian Capital Enterprise regarding the proposed Placement and Rights Issue, and completion of the related documentation, are continuing and have not been completed as anticipated in the announcement of 28 March 2013. The expected date for the issue of the Notice of Meeting and Explanatory Statement and the date for the shareholders' meeting have accordingly been delayed.

Based on the current progress of negotiations, Firstfolio expects to finalise transaction documentation with Australian Capital Enterprise in the coming weeks.

Dustine Pang
Company Secretary

About Firstfolio Limited

Firstfolio Limited is a mortgages and financial services distribution business, listed on the Australian Securities Exchange under ASX code: FFF. The company offers a diversified range of mortgage solutions, across the full cycle of the loan, through its national network of mortgage brokers, affiliates and related-industry partners, and eChoice – Australia's leading online mortgage brand.

The majority of the company's income is derived from the residential mortgages sector, where it offers aggregation, wholesale lending and management services to a national network of brokers, partner firms and home loan consumers. Firstfolio also offers property-related and financial service solutions including equipment finance, real estate leasing bonds, fee funding, property investment, professional services and insurance.

Loans under management (LUM) have grown to \$20 billion since the Firstfolio brand was founded in 2006 – making it one of Australia's largest independent platforms for the delivery of financial products and services. It has secure lines of funding through a range of wholesale lenders including ING, Advantedge and Adelaide Bank.

Firstfolio aims to generate long-term earnings growth by continuing to develop the largest independent distribution platform in Australia and expanding its range of products and services, including life insurance, mortgage protection, asset finance and financial planning.