

ASX Announcement

27 June 2022

Sale Completion, East London Bus Operations and Finance Update

Key Highlights

- Kelsian has completed divestment of Tower Transit Lea Interchange operations to a subsidiary of Stagecoach Group Plc
- Next step achieved in the reorganisation and repositioning of Kelsian's presence in the important UK transport market to enhance long-term competitiveness
- Agreed total consideration of £20 million (approx. A\$35 million¹)

Kelsian Group Limited (ASX:KLS) ("Kelsian"), advises that it has successfully completed the sale and divestment of the East London public bus transport service operations at Lea Interchange to Stagecoach Bus Holdings Limited, a subsidiary of Stagecoach Group Plc (together referred to as "**Stagecoach**"), for a total consideration of £20 million (approximately A\$35 million¹) ("**Transaction**") on 25 June 2022.

The completion of the Transaction is another major milestone in Kelsian's repositioning in the important UK transport market. Kelsian's aim is to achieve operations which optimise scale and geographical location, and provide a strategic platform for potential UK and European growth opportunities.

Kelsian continues to participate in the London bus market through its 12.5% stake in the RATP Dev Transit London Ltd joint venture in the western region of London and its ongoing 100% freehold interest in the Westbourne Park bus depot. The Transaction does not impact Kelsian's interest in the RATP Dev Transit London Ltd joint venture in any way, which in turn, does not impact on any of Kelsian's activities in the UK outside of the London bus market.

Further information about the Transaction is set out in our ASX release of 27 May 2022.

Update – Financing Arrangements

Kelsian is pleased to advise that it has amended the revolving credit Facility B1, effective 22 June 2022, in its existing senior debt facilities (described in Note 16 of the financial report for FY2021 in its Annual Report) to increase the amount of credit available under the Facility and extend the term of the B1 Facility by approximately 2 ½ years to July 2025 plus an optional year with consent of lenders. Following those changes Kelsian has the following financing arrangements with a panel of four financiers:

¹ Based on exchange rate of 1 GBP: 1.75 AUD

	A\$000	A\$000
Total Facilities comprising*	620,500	
Facility A – multi currency term loan		230,000
Facility B1 – revolving credit		200,000
Facility B2 – revolving credit		65,000
Facility C – revolving letter of credit		125,500

** figures shown above indicate total facilities and do not necessarily indicate the amount of facilities currently used*

Authorised for lodgement with the ASX by the Group Chief Executive Officer, Clint Feuerherdt.

For further information contact the following:

Investor Relations	Andrew Muir, Chief Financial Officer +61 (0)8 8202 8693 investors@kelsian.com
Media	Citadel Magnus James Strong +61 (0)448 881 174 jstrong@citadelmagnus.com Jack Gordon +61 (0)478 060 362 jgordon@citadelmagnus.com

About Kelsian Group Limited

Kelsian is Australia's largest land and marine transport service provider and tourism operator, with established operations in London and Singapore.

Headquartered in Adelaide since 1989, Kelsian has grown through strategic acquisitions and organic growth to emerge as a leader in public bus and marine transport, and tourism operations. Today, the group is one of Australia's most experienced providers of multi-modal public transport services and tourism experiences, boasting performance-driven capabilities across ferry, bus, and light rail both domestically and internationally. In 2021, Kelsian moved more than 222 million customers and operated approximately 4,200 buses, 116 vessels and 24 light rail vehicles, and around 9,500 employees.

Kelsian is a leading business in zero emission transport technology with a genuine focus and care for the environment promoting a culture of sustainability. It has recently placed Australia's largest order for electric buses. It was also the first company in Australia to purchase hydrogen buses to service public transport contracts.