

Preliminary discussions for sale of Traffic Business Market Update 1 April 2025

As advised in the Half Year Report to 31 December 2024, and similarly in the Annual report to 30 June 2024, the Board of MCS Services are of the view that a sale of its Highways Traffic Pty Ltd subsidiary may be in the best interest of the Company and have therefore made it available for sale.

The Company has received interest from potential purchasers, and enters into Non-Disclosure / Confidentiality Agreements prior to discussing sale-price expectations and responding to preliminary Due Disclosure requests. To date, such interest has not progressed to the stage of signing a formal Heads of Agreement with any party. As such, the Board cannot confirm if a proposal will proceed at this stage.

If such interest were to progress towards a sale of the Traffic business it would amount to a disposal of the Company's main undertaking and so Listing Rule 11.2 would apply and the Company would seek shareholder approval for the sale.

We understand ASX will generally continue quoting an entity's securities for a period of up to six months from the date of the agreement to dispose of its main undertaking. If the entity is not able to make an announcement of its intention to acquire a new business, within that six month period, ASX will generally suspend the quotation of its securities at the end of that six month period. The suspension will continue until the entity makes an announcement acceptable to ASX about its future.

On behalf of the Board



RC Kucera, Non Executive Chairman

1 April 2025

