

20th May 2010

ASX Announcement:

NSW Legislative changes

The Board of Directors of Money3 Corporation Limited wish to update the market in relation to the proposed legislative developments scheduled to be implemented in New South Wales from 1 July 2010.

By way of background, Schedule 3 of the Credit (Commonwealth Powers) Act 2010 NSW provides, inter alia, that in determining whether the 48% interest rate cap is exceeded third party fees and charges are to be taken into account. This legislature caps the total fees (lender and broker) to 48% per annum. The legislation only relates to NSW and not to other states or territories in Australia.

Money3 provides loans to many customers that are relatively small (circa \$377) and over quite short time frames and in such cases the total fees may exceed the cap of 48% per annum. These types of loans will be impacted by the new legislation in the event the customer is a resident in NSW.

Money3 has one branch in Albury, NSW out of a total network of 20 branches. The turnover from this branch equates to approximately 1% of the total turnover to date in FY2010. The Company is currently assessing its lending options which will enable it to comply with the new NSW regulations and at the same time provide NSW consumers with the same or similar choices available to consumers in other states.

Positive Trading Update

The Company is pleased to report that operations remain positive and trading for the second half FY2010 is continuing in a similar fashion to the first half FY2010. The Board of Money3 expects EBIT for the full year FY2010 to be in the range of \$2.9M to \$3.1M.

Christopher Baldwin

Company Secretary