



4 February 2026

ASX Announcement

Acceptance of Offers to Acquire an Additional 10.99% of The Term Deposit Shop Pty Ltd

ARC Funds Limited (ASX:ARC) (**ARC** or the **Company**) is pleased to announce that it has procured acceptances from a number of TTDS Minority Shareholders to acquire a further 10.99% of the total issued share capital in The Term Deposit Shop Pty Ltd (**TTDS**). The transaction is expected to complete over the coming days.

Background

- On 9 May 2025, **ARC** acquired a controlling interest of 63.49% of the total issued share capital in TTDS¹.
- On 25 July 2025, the **Company** made an offer (**Offer**)² for all the remaining shares in **TTDS** that it does not already own, being 36.51% of all the issued share capital of **TTDS** (**Target Shares**) held by all other shareholders in **TTDS** (**TTDS Minority Shareholders**).
- Under the Offer, the **Company** received acceptances in respect of 165,000 Target Shares (being 10.99% of the issued capital in **TTDS**) (**Accepted Offers**) from certain **TTDS** Minority Shareholders (**Accepting TTDS Minority Shareholders**).
- On 11 August 2025, the **Company** withdrew the Offers to those **TTDS** Minority Shareholders who did not accept the Offer³.
- **ARC** and the Accepting **TTDS** Minority Shareholders have since agreed to extend the period for completion of the Accepted Offers (**Extended Accepted Offers**). This follows receipt of confirmation from ASX that the acquisition does not trigger ASX Listing Rule 11.1.2.
- Completion of the Extended Accepted Offers is now being processed and is expected to occur by 5 February 2026. As a result, once the Extended Accepted Offers have been completed, the Company will own 74.48% of the total issued shares in **TTDS**.

Transaction

Under the Extended Accepted Offers, the Company has received acceptances in respect of 165,000 Target Shares in **TTDS**. Each Accepting **TTDS** Minority Shareholder will receive 21.72 **ARC** shares for every 1 Target Share valued at 11.5 cents per **ARC** share. **ARC** will issue

¹ See the Company's previous ASX announcements (23 December 2024, 27 February 2025, 2 May 2025, 7 May 2025 & 12 May 2025) for further detail.

² See the Company's ASX announcement on 11 June 2025 – "Intention to Make Scrip Offer for Remaining Shares in **TTDS**" for further detail.

³ See the Company's ASX announcement on 11 August 2025 – "Withdrawal of Scrip Offer for Remaining Shares in **TTDS**" for further detail.

ARC Funds Limited (ASX:ARC)

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3,584,262 fully paid ordinary shares to the Accepting TTDS Minority Shareholders.

All ARC shares issued will be using the placement capacity available to the Company under ASX Listing Rule 7.1.

About TTDS

- Over \$530m of FUM on platform.
- TTDS manages all the administrative tasks to facilitate transactions.
- All deposits up to \$250K are protected by the Australian Government's Financial Claims Scheme guarantee.
- Provides access to competitive deposit rates from various banks, Building Societies, and Credit Unions in one convenient location.
- Automated onboarding process for clients.

Upon the maturity of a term deposit, clients can seamlessly transition from one bank to another without additional paperwork to capture the best rate available or the term of deposit required.

Strategic Rationale

Our journey to date has seen us build a portfolio of businesses that includes Ausbiz Capital (26.35%), Merewether Capital (72%), TTDS (74.48% and ARC Funds Operations (100%). We invest in innovative, growth-focused businesses which enhance our investment platform and broaden opportunities for our investors & continue to seek further opportunities for ARC.

This increased ownership in TTDS is another important milestone for ARC. TTDS with over \$530 million in Funds Under Administration (**FUA**) is the core business of ARCs portfolio of businesses. It ultimately achieves our key objective to empower all Australians with simpler access to investment opportunities across a range of asset classes and investment strategies.

With further investment, the TTDS platform has the capability to scale in a significant manner and therefore grow FUA and operating cashflows.

ARC Managing Director Scott Beeton commented:

"This increased ownership is consistent with our stated objective of acquiring cash flow positive businesses. This business has significant growth opportunities and will benefit from further investment to enhance the platform and to grow the number of clients and FUA on the platform".

Advisers to the Company in relation to the Placement

Legal Advisers: K&L Gates

This announcement has been authorised by the board of ARC Funds Limited.

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