

Sunland Group

ESTABLISHED

1983

2 July 2024

Notice to Sunland Shareholders

SUNLAND GROUP DIVIDEND PAYMENT

Directors and management of the Company are continuing to monitor the capital required to be retained in order to meet its continuing obligations in respect to Operation and Strategy Costs and assess the Group's financial position to provide a distribution of any surplus funds.

Following the latest review, directors have declared a dividend of \$0.005 per share as follows:

- Record Date: 5 July 2024
- Payment Date: 26 July 2024.

Dividend Franking

Directors have received advice from its tax consultants that due to the composition of the Group's income for the 2024 financial year, the Group should be a Base Rate Entity (**BRE**) and accordingly would incur tax at the reduced rate of 25%. The tax rate of 25% is available to those corporate entities that satisfy the following requirements:

- Aggregated Turnover for the income year is less than **50m**, AND
- **80% or less** of total assessable income should be Base Rate Entity Passive Income (**BREPI**) such as rent, interest, dividends, etc.

Based on revenue to be generated for the 2024 financial year, the group should be eligible to be a BRE. Following on from this, any dividends paid during financial year 2025 will attach franking credits at the tax rate of 25%.

Your dividend statement when received will therefore reflect the dividend being 100% franked at the company rate of 25%.¹

This announcement has been authorised by the Board of Directors and is made in accordance with the continuous disclosure obligations set out in section 675 of the Corporations Act.



Grant Harrison
Company Secretary

Note this notice has not been lodged with the ASIC as Sunland intends disclosing material information on its web site in accordance with the good practice guidance in ASIC Regulatory Guide 198

¹ The Company will advise shareholders by separate announcement in the event the Group does not qualify as a BRE following a review by the Group's tax consultants upon completion of the Group's audited financials.