

2 September 2005

ACQUISITION OF LOVETTS FINANCE BROKERS A MAJOR FINANCE BROKER IN ALBURY

The directors of Bidgee Finance Limited (“Bidgee” or “the Company”) are pleased to advise that the Company has reached agreement to purchase the finance broking firm Lovetts Finance Brokers (“Lovetts”).

The agreement is conditional upon a satisfactory due diligence outcome and the parties completing a formal sale agreement. This agreement is expected to be effective from 1 November 2005.

Important Strategic Acquisition

Bidgee opened a branch in Albury in February 2004 following the acquisition of Exchange Leasing and Finance. It is expected that we will merge the operations of our existing branch in Albury with Lovetts.

Lovetts has been operating in Albury since 1987 and has developed a significant client base throughout northern Victoria and Southern New South Wales. Lovetts currently employs 5 staff, all of whom will be retained by Bidgee.

Mr. Stephen Lovett, the current owner and manager of Lovetts, will become the Branch Manager for the Albury office. Mr. Lovett has been responsible for the growth of Lovetts into the largest finance broker in the Albury region.

Once completed, this acquisition is expected to give rise to significant strategic benefits including the reduction of overhead costs.

It is also expected that benefits will be derived from the provision of additional and complimentary products to the Lovetts client base including access to Bidgee lending.

This acquisition is consistent with Bidgee’s previously stated aim of acquiring well-respected and successful finance broking businesses that compliment existing operations.

Transaction Details

The exact terms of the agreement are confidential. However, the consideration for the acquisition is made up of both cash and securities in Bidgee Finance Limited.

An initial issue of approximately 43,000 shares will be made on 1 November 2005. This will be followed by 3 further tranches on 30 June 2006, 30 June 2007 and 30 June 2008 in accordance with confidential performance criteria.

The cash component of the consideration will be funded from surplus cash reserves and/or undrawn bank facilities.

Bidgee's directors believe that the acquisition of Lovetts will have a positive impact on earnings per share and will further enhance the Company's growth prospects.

Martin Hill
Managing Director