



14 December 2017

Following is an update relating to Eclipse Prudent Mortgage Corporation (**Eclipse**), the responsible entity of Eclipse Prudent Mortgage Fund (**Fund**).

Key executive changes

Andrew McCasker has resigned from his role as Chief Executive Officer including associated roles, effective 13 December 2017. Andrew has accepted a regional role with CBRE as Senior Director, Debt Capital Markets and will commence in January 2018.

Eclipse has initiated an executive search to recruit a suitable candidate for the Chief Executive Officer role.

In the meantime, to maintain continuity, George Kostas, Group Chief Executive Officer of RF Capital has been appointed interim CEO and Member of the Credit Committee and Compliance Committee. George has been a Non-executive Director of Eclipse since June 2016. George will oversee the management of the Fund with a strong focus on stakeholder relations and compliance to ensure a seamless transition to the new CEO.

Board appointments

To achieve the level of growth we envisage for the business, we are also pleased to advise the appointments of Dr Bob Edgar and Mr James McNally (effective 13 December 2017) as independent Non-executive Directors. Dr Edgar has also accepted the role of independent Chairman with the new Board effective from 22 December 2017.

Dr Edgar retired as Deputy Chief Executive Officer of the ANZ Banking Group in 2009. In a 25 year career at ANZ, he also held the positions of Chief Operating Officer, Managing Director, Institutional Financial Services and Chief Economist. Dr Edgar is a Non-executive Director of Transurban Limited, Djerriwarrh Investments Limited and Linfox Armaguard Pty Limited. He also serves as the Chair of the Hudson Institute of Medical Research and was a former Chair and a Non-executive Director of Federation Centres Limited. He was previously a Non-executive Director of Asciano Limited, Nufarm Limited and three Asian banks connected with ANZ.

Mr McNally is an executive and founding director of ALE Property Group, an ASX listed hotel property trust with funds under management of \$1.1 billion across 86 properties located in Australia. He has over 20 years' experience in the funds management industry, having worked in both property trust administration and compliance roles for Perpetual Trustees Australia Limited and MIA Services Pty Limited, a company that specialises in compliance services to the funds management industry.

Dr Edgar and Mr McNally are both highly regarded with considerable expertise in the banking, funds management and property sectors. Their experience and business acumen will further strengthen the Board and ensure that Eclipse's growth strategy of diversifying funding sources and providing innovative product offering continues to be a focus.

The appointment of Dr Edgar and Mr McNally, together with Mr Ray Fazzolari's retirement as a Non-executive Director, will create a majority independent Board. The new Board will perform the function and responsibilities of the Compliance Committee. The Compliance Manager will be involved in this process to ensure that a Compliance Committee is in operation at all times and is in accordance with the requirements of the *Corporations Act 2001* (Cth).

Achievements

Over the last six months, considerable progress has been achieved in re-shaping the business to provide the foundation to transform Eclipse into an innovative lending platform. During this period, Eclipse issued a new Product Disclosure Statement and an amended constitution, strengthened the governance structure and management reporting including significant improvements in operational risk and changed the way in which the business interacts with its Members with the switch to e-communications.

Eclipse continues to be an impressive business providing attractive risk-adjusted returns to a loyal investor base. The business has an excellent track record which is testament to the relationships and dedication of both the Port Macquarie and Sydney team members, many of whom have been long-term employees.

RF Capital will continue to invest in and work towards establishing Eclipse as a leader in alternative real estate credit with a focus on stable growth and diversity of investment opportunities.

Holiday office hours

Please note, the office will shut down from midday on 22 December 2017 and reopen at 8:30am on 2 January 2018.

Best wishes for the festive season and thank you for your continued support.

For further information:

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