

## **Acquisition of Childcare Centres**

Listed New Zealand and Australian childcare and education centre operator Evolve Education Group Limited (ASX/NZX: EVO) is pleased to announce that it has today settled the childcare acquisition originally announced to the market on 4 November 2019. The acquisition includes 5 childcare centres across Queensland and Victoria with a combined license capacity of 456 children per day.

The acquisition price is AUD7.65m upfront with a further payment of AUD 1.5m deferred subject to the centre based EBIT being no less than AUD2.5m for the year ended 31 December 2020. The upfront purchase price represents 4.2x EBIT for the 12 months ended 30 June 2019.

EVO settled the upfront purchase from cash reserves.

For the purpose of full disclosure, EVO advises that the Chief Executive Officer of the EVO New Zealand operations (Mr Tim Wong) is a minority shareholder in the vendor.

Chris Scott

Managing Director