

PROSEGUR CASH AND ARMAGUARD GROUP ANNOUNCE MERGER DEAL AGREEMENT TO CREATE A SUSTAINABLE AND SECURE AUSTRALIAN CASH IN TRANSIT BUSINESS

- ▶ **The proposed merger will allow the joint venture to ensure the continued supply of cash as a critical infrastructure in the Australian economy. As cash continues to fulfil its role in protecting privacy, choice, and access to payment for all, including the most vulnerable**
- ▶ **The proposed merger transaction is subject to regulatory approvals and is currently expected to complete in late 2022.**
- ▶ **Founded in 1938, Armaguard is the largest logistics and cash-in-transit company in Australia.**

Madrid, July 28, 2022. Prosegur Cash today announced a merger agreement with Armaguard Group, the largest logistics and cash-in-transit (CIT) company in Australia. The proposed merger represents another milestone for Prosegur Cash as it reinforces its commitment to this market and its intention to ensure the continued supply of cash as a critical infrastructure and a key part of the payments landscape in Australia. Prosegur Cash and Armaguard want to ensure that cash remains a cost effective and safe payment option for businesses and consumers well into the future. This will mean that cash can continue to fulfil its role in protecting privacy, choice, and access to payments for all, including for vulnerable people who rely on cash, including in remote and rural Australian communities, and in times of natural disaster when networks go down and digital payments are not available.

The transaction has been structured by means of the contribution by Prosegur Australia to Armaguard of 100% of the share capital of the subsidiaries of Prosegur Cash in Australia which carry out the businesses, on a cash-free, debt-free basis, in exchange of shares of Armaguard representing 35% of the share capital of the jointly participated company. Consequently, the joint company will be participated by Armaguard and Prosegur on a 65%-35% basis.

The proposed merger will enable Prosegur Cash and Armaguard to further accelerate the promotion of new products and innovation in Australia's highly competitive payments landscape and in cash logistics activities. These products span cash automation solutions, banking outsource solutions, retail payments, ATM services and operational innovation in cash solutions.

Ultimately, the proposed merger will allow Prosegur Cash and Armaguard to share costs, improve scale, optimize efficiencies and continue investing in their security and service levels to the benefit of Australian businesses and consumers. The merger is currently expected to complete prior to the end of the year and is subject to regulatory approvals. The impact of the transaction from an accounting perspective will depend on the progress and evolution of the business of Prosegur Australia as of this date and until closing of the transaction. After closing, Prosegur Cash will consolidate its interest in the joint company by the equity method.

Established in 1938, Armaguard has provided safe and secure cash services for major banks, retailers, and organizations for more than 80 years. In 2003, Linfox group acquired Armaguard and

since then the company has invested heavily to create modern end-to-end currency management solutions for its customers, as well as to promote further research and advancement in technology.

Prosegur Cash is currently a top 3 CIT business globally and number 1 in 10 of the countries in which it operates including Spain, Germany, Brazil and Argentina. Prosegur Cash entered the Australian market in 2013 after acquiring Chubb Security Services, a company specialising in CIT and the ATM operations and servicing industry.