

Heritage Brands

22 March 2019

The Manager
National Stock Exchange of Australia Limited

Dear Sir/Madam

BREACH OF BANKING FACILITY

Heritage Brands Limited (the "**Company**") refers to note 14 of its financial results for the six months ended 31 January 2019 which were released to the market on Friday, 22 March 2019.

Note 14 advised that the Company had breached a financial covenant contained in its banking facility.

The Company advises the market that its bank does not intend to withdraw any of the Company's loan facilities as a result of the breaches and that the bank has agreed not to charge any increased interest as a result of the breaches.

The Company's financial covenants will be next reviewed by its bank as at 31 July 2019. The Company remains confident that the breach will be rectified as at 31 July 2019, and will keep the market updated.

Yours faithfully,



Chris McGibbon
Company Secretary

