

AUSGROUP LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No. 200413014R)

**TERMINATION OF PROPOSED ACQUISITION OF SHARES IN KEBUN SEDENAK SDN BHD AND
TROPIK SENTOSA SDN BHD**

The Board of Directors (the “**Directors**” or the “**Board**”) of AusGroup Limited (the “**Company**”) refers to the Company’s announcement dated 7 May 2013 (the “**SPA Announcement**”) and 6 February 2014 in relation to, *inter alia*, the Proposed Acquisition. Unless otherwise defined, capitalized terms used in this Announcement shall bear the same meanings ascribed to them in the SPA Announcement.

As mentioned in the 6 February 2014 announcement, the long-stop date (the “**Long-Stop Date**”) for the satisfaction of the conditions precedent in the SPA was 6 February 2014. The Company and the Vendors have not reached an agreement to extend the Long-Stop Date, as it remains uncertain as to whether all the conditions precedent under the SPA can be fulfilled. Pursuant to the terms of the SPA, the SPA has lapsed and ceased to have further effect, and all obligations and liabilities of the Parties under the SPA have ceased and determined and no Party shall have any claim against the other Parties.

BY ORDER OF THE BOARD
Stuart Maxwell Kenny
CEO and Managing Director

24 February 2014