

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

PROPOSED PRIVATE PLACEMENT OF AN AGGREGATE OF 96,100,000 NEW ORDINARY SHARES (THE “PLACEMENT SHARES”) IN THE CAPITAL OF AUSGROUP LIMITED (THE “PLACEMENT”)

The Board of Directors of AusGroup Limited (the “**Company**”) refers to the Company’s announcements dated 3 January 2014 (the “**3 January 2014 Announcement**”), 20 January 2014 and 22 January 2014 in relation to the Placement. Unless otherwise defined, all capitalised terms used herein shall have the same meanings ascribed to them in the 3 January 2014 Announcement.

The Company wishes to announce that all of the Net Proceeds from the Placement amounting to approximately S\$15.2 million has been fully utilised for the following purposes:

Use of Net Proceeds	Amount %
General working capital, including for: <ul style="list-style-type: none">• Project costs• Staff costs• Rental costs• Repayment of bank loans	50
Collateralisation of bonding requirements	50

The above utilisation is in line with the intended uses of the Net Proceeds set out in the 3 January 2014 Announcement and as announced in the financial statements and dividend announcement for the second and third quarter ended 31 December 2013 and 31 March 2014 respectively.

BY ORDER OF THE BOARD

Stuart Maxwell Kenny
CEO and Managing Director

27 May 2014