

PROPOSED ACQUISITION OF 100% OF THE ISSUED AND PAID UP SHARE CAPITAL OF EZION OFFSHORE LOGISTICS HUB PTE LTD AND 90% OF THE ISSUED AND PAID UP SHARE CAPITAL OF TERAS AUSTRALIA PTY LTD – RECEIPT OF APPROVAL IN-PRINCIPLE FROM THE SGX-ST

1. INTRODUCTION

The Board of Directors (the “**Directors**”) of AusGroup Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) refers to its announcements dated 23 July 2014 and 21 August 2014 in relation to the proposed acquisition of 100% of the issued and paid up share capital of Ezion Offshore Logistics Hub Pte Ltd and 90% of the issued and paid up share capital of Teras Australia Pty Ltd (the “**Previous Announcements**”).

Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meaning as ascribed to them in the Previous Announcements.

2. RECEIPT OF APPROVAL IN-PRINCIPLE

Further to the Previous Announcements, the Board wishes to announce that the Company has on 9 October 2014 received the approval in-principle from the SGX-ST for the listing and quotation of 92,155,541 Consideration Shares on the Mainboard of the SGX-ST (the “**AIP**”).

The AIP received from the SGX-ST is subject to the following:

- (a) compliance with the SGX-ST’s listing requirements; and
- (b) Shareholders’ approval for the Proposed Acquisition and the issuance of the Consideration Shares.

Please note that the SGX-ST’s AIP is not to be taken as an indication of the merits of the Proposed Acquisition, the Consideration Shares, the Company and/or its subsidiaries.

BY ORDER OF THE BOARD

Stuart Maxwell Kenny
CEO and Managing Director

9 October 2014