

Singapore and Australia
6 October 2016

AusGroup receives overwhelming support from Noteholders to restructure debt under the MTN Programme

- Noteholders representing S\$97.75million or 88.86% of principal amount of the Notes outstanding voted at the meeting held on 5 October 2016
- Total of 391 votes were cast, of which 385 votes or 98.47% of the votes cast were in favour of the Extraordinary Resolution to restructure the debt
- Extension of the Original Maturity Date of the Notes for a period of two years
- Company's cost cutting and restructuring of operations progressing well as the core business in Australia remains robust and is growing.

AusGroup Limited (the "Company") refers to the announcement made by the Company on 13 September 2016 (the "Announcement") in relation to the Consent Solicitation by the Company in connection with the Notes. Capitalised terms used but not otherwise defined in this press release shall have the same meanings ascribed to them in the Announcement and the consent solicitation statement dated 13 September 2016 issued by the Company.

The Company is pleased to announce that the Extraordinary Resolution tabled at the meeting of the Noteholders on 5 October 2016 has been duly passed with overwhelming support from the Noteholders. Noteholders representing 88.86% of the principal amount casted their votes and of the 391 votes cast, 385 or 98.47% were in favour of the restructure.

A major achievement of this restructure was that the Company has secured an extension of another two years with regards to the maturity date of the Notes, in addition to an option of one further year, subject to terms and conditions highlighted in the Announcement.

On the result of the Noteholders meeting, Mr. Eng Chiaw Koon, Managing Director of AusGroup Limited commented, *"Through transparent and committed communications between the management of AusGroup and the Noteholders, we were able to achieve a positive outcome today. The management appreciates the understanding and trust given to us from the Noteholders and will continue to work with them to fulfil the newly established obligations. The current economic climate is volatile and being able to restructure our debt under such challenging external market conditions reiterates the faith and confidence our stakeholders have in AusGroup."*

Our core business in Australia remains strong and the ongoing restructuring process has resulted in significant cost savings in both our Singapore and Australian businesses.



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As we are mostly exposed to the production side of the oil and gas industry, most of the projects span multiple years and provide a solid foundation for us to build on. Moreover we have greater exposure to LNG projects which have a longer term horizon compared to the current crude oil spot prices. As demand moves towards the LNG market, it presents good prospects for us to capture more value along the supply chain.

Overall, our exposure will aid us in harnessing longer-term opportunities.”

One of the Noteholders, Ms. Danielle Chan commented, *“We liked the proactive attitude that AusGroup showed to the Noteholders as they have been transparent and open with us throughout this restructuring process. The Company and KPMG have been good listeners to all the Noteholders and both tried their best to address all our concerns and questions. The Company and KPMG also took great efforts to educate the Noteholders about the oil and gas industry and the challenges that the industry players are facing.”* To this, Mr. Eng further commented, *“These factors helped the Noteholders understand where we are, and why we have proposed certain courses of actions which resulted in a win-win situation for all stakeholders.”*

Ends

Issued by AusGroup Limited.

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ABOUT AUSGROUP LIMITED (Bloomberg Ticker: AUSG.SP)

Main board-listed, AusGroup Limited is an energy and resources specialist providing fabrication, precision machining, construction and integrated services to natural resource development companies. The Company also provides access services for construction and maintenance contracts through MAS Australasia Pty Ltd (MAS). AusGroup has an established operations network strategically positioned throughout Australia, Singapore and Thailand. For more information visit www.agc-ausgroup.com