

ASX Release
14 March 2017



INDUE ATM BUSINESS ACQUISITION UPDATE

Financial Technology and ATM machine company Stargroup Limited (ASX : STL) wishes to advise it and its wholly owned subsidiary, StarLink Pty Ltd, did not settle the acquisition of the Indue Limited (Indue) Automatic Teller Machine ("ATM") switching, settlement, processing, telecommunications and reseller business on 13 March 2017, as originally planned.

As advised, on 20 February 2017, the Sydney credit provider had paid a 5% non-refundable deposit (\$325,000) to Indue which has been forfeited by the Sydney credit provider as the acquisition was not completed on or before 13 March 2017.

Stargroup is currently in negotiations with Indue and is committed to completing the transaction and is still proceeding with these negotiations and will keep the market informed of developments.

Mr Todd Zani, Stargroup's CEO and Executive Chairman said *"We are obviously disappointed that the transaction has not completed as originally scheduled but we are committed to this transaction and it continues to proceed on an unconditional basis. We will continue to work with Indue to finalize this transaction on an as soon as practicable basis."*

FURTHER INFORMATION

For further information, please contact:

Todd Zani
CEO and Executive Chairman
Stargroup Limited
Tel: +61 419 912 566
E: todd@starpaymentsystems.com.au

Media
Michael Cairnduff
Account Manager – Cannings Purple
Tel: +61 406 775 241
E: mcairnduff@canningspurple.com.au

About Stargroup

Financial technology company Stargroup Limited is the only ASX listed company deploying ATM machines in Australia and importantly, the only listed ATM company having a direct ownership interest in the manufacturer of its ATM technologies, namely NeolCP, a south Korean private company.

Stargroup Limited became the exclusive distributor of the cashPod ATM range including the recycler ATM, back office and payment technologies in Australia for the next 5 years on 7 August 2015.

Stargroup Limited, via its wholly owned subsidiaries, StarPOS and StarApps, is also an EFTPOS and payWave technologies provider and developer of the source code in its terminals via its 5 year distribution agreement with West International AB, a Swedish NASDAQ listed company, to distribute next generation EFTPOS payment terminals and solutions in Australian and New Zealand.

Stargroup Limited, via its wholly owned subsidiary, StarLink, will post settlement of the Indue ATM business acquisition, provide ATM switching, settlement and processing services, telecommunication services and resell ATMs to approximately 70 ATM Deployers, 1,700 ATMs, 1350 modems and process approximately 12,000,000 transactions per annum.