

ASX Release
28 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, have executed a deed of variation to the original agreement signed with Indue Limited (**Indue**) in relation to the acquisition of its Automatic Teller Machine ("ATM") switching, settlement, processing, telecommunications and reseller business.

Stargroup and Indue have agreed to varied terms in relation to the completion of the transaction and in particular, the timing of the payment of the purchase price.

The varied terms, include the payment of a further 5% non-refundable deposit (an amount of \$325,000 and this payment has been made), the payment of a further \$2,600,000 to Indue on or before 14 April 2017 and the balance of the consideration is due and payable on or before 28 April 2017.

The Board of Stargroup wishes to advise that it has also agreed to commercial terms with a major shareholder to provide loan funds totaling \$3,000,000 for a period of two years to assist in the finalization of this acquisition.

The Board continues to work with a number of shareholders and funding sources as part of securing the balance of the purchase price and will continue to keep the market informed of developments.

Mr Todd Zani, Stargroup's CEO and Executive Chairman said *"The last few weeks have been what I would call 'unusual' in that our funder had written to Indue indicating the transaction would settle on 13 March 2017, but as announced, that did not occur. Since our announcement on 15 March, we have had numerous offers of support from shareholders and alternative funders and we are busily working through all of those offers with a view to completing this transaction."*

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.

