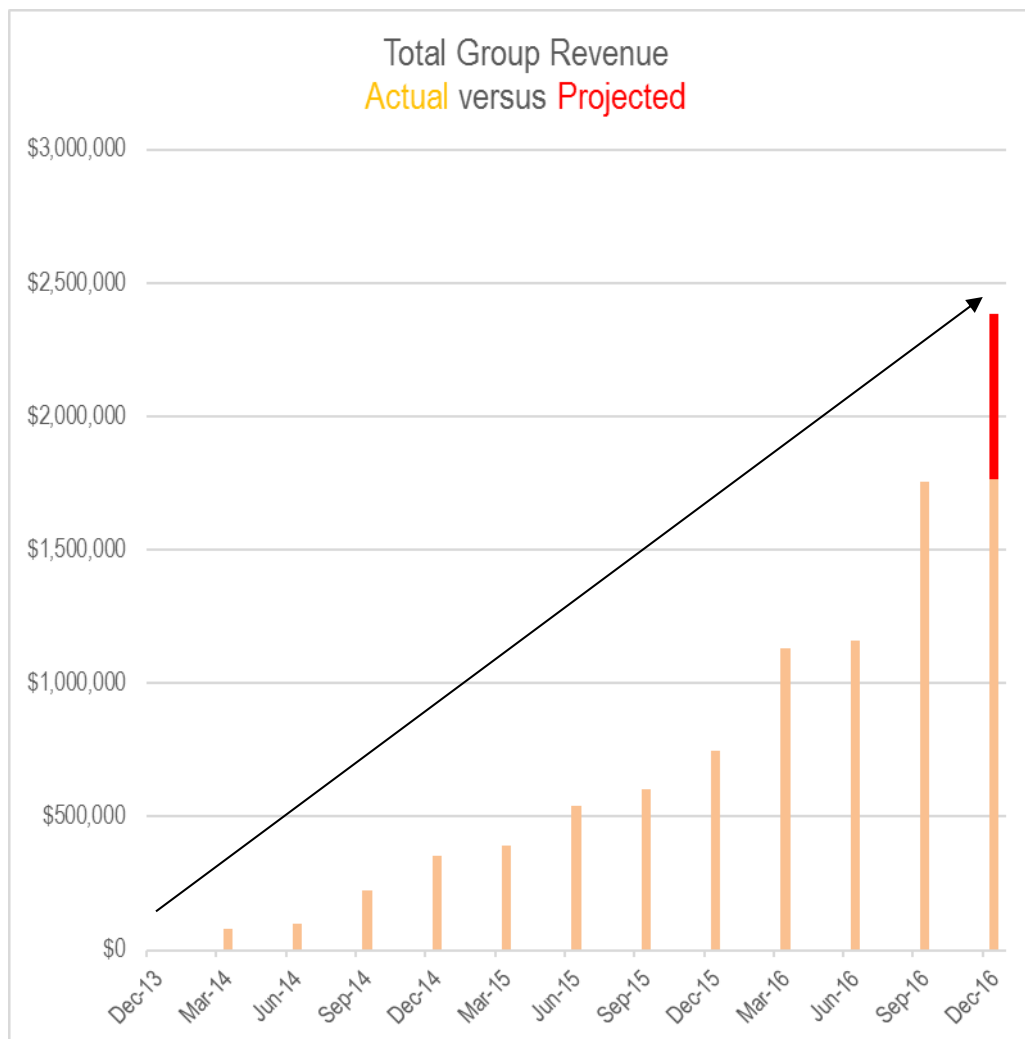


12th Record Quarter of Revenue Already Achieved

HIGHLIGHTS

- Record Quarter of Revenue achieved in first two months of this quarter
- 299% increase in actual annual group revenues in 2016 compared to 2015
- 265% improvement in 2016 YTD ATM revenue compared to 2015 YTD ATM revenue
- 30% increase in projected quarterly revenue on back of further organic growth

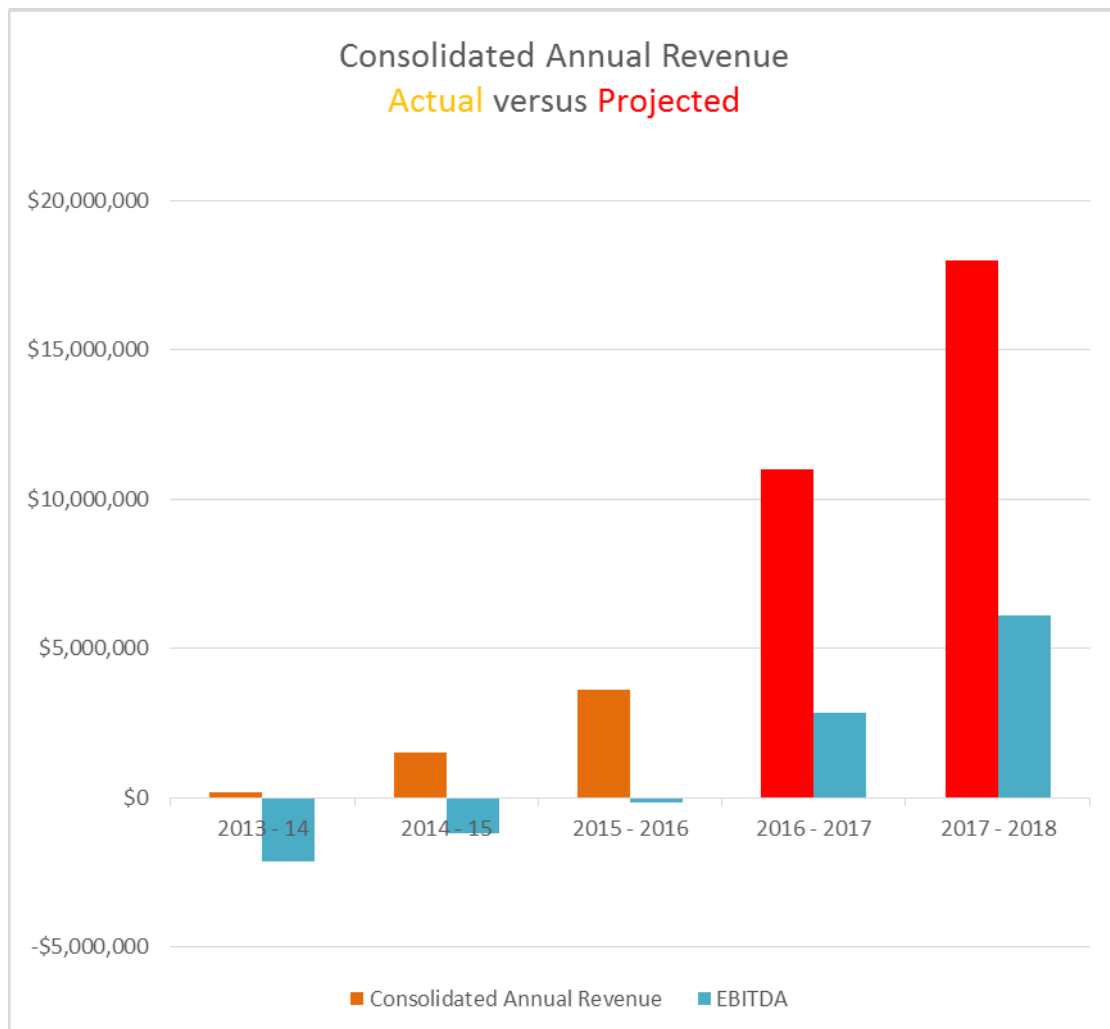
Stargroup Limited (ASX : STL) ("Stargroup or the Company") is pleased to announce that it has already achieved a record quarter of revenue, the 12th in a row, with revenues in the months of October and November already outstripping the revenues from July, August and September, as highlighted below:



Mr Todd Zani, Stargroup's CEO and Executive Chairman said "Our group revenues in the last two months have already surpassed our prior quarterly revenues and this is obviously going to be another record quarter for the Company, our 12th in a row. Further, we are already well on track for a 13th record quarter in the first quarter of next year based on our current contracted revenues in place.

I have just returned from a roadshow with representatives from Indue Limited through Brisbane, Sydney and Melbourne, meeting with a large number of the 76 ATM Deployers that we will be providing processing services to in 2017 and beyond.

I am excited by the opportunities that will be available to the Company and we look forward to the vertical integration of the Indue businesses into our group of companies and the projections outlined in our recent AGM to our shareholders in terms of our future revenues and EBITDA are well on track," said Mr Zani.



Stargroup recently announced to the market that it had completed its due diligence of the ATM switching, settlement processing, telecommunications and ATM reseller business operated by Indue Limited and that both parties had agreed to the key terms of the asset sale agreement and other contractual documentation in relation to the 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
Matt Birney
Director – Cannings Purple
Tel: +61 419 217 090,
E: mbirney@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.

Important Note

This announcement contains “forward looking statements” that are based on the Board’s beliefs, assumptions and expectations and on information currently available to management. That information includes information provided to the Company by the management of NeolCP Korea Inc., which has not been independently verified. All statements that address operating performance, events or developments that the Company expects or anticipates will occur in the future are forward-looking statements, including without limitation the Company’s expectations with respect to potential revenues, costs, profitability and financial performance. The Board believes that the forward-looking statements are reasonable as and when made.