

ASX RELEASE

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Intueri acquires Academy Group NZ Limited, strengthening its position as New Zealand's pre-eminent vocational education services provider

Intueri Education Group (IQE) today announces that it will acquire the Academy Group NZ Limited (Academy New Zealand), one of New Zealand's oldest private education providers.

Intueri Group CEO, Rob Facer, said the acquisition of Academy New Zealand will add a new capability to Intueri.

"The acquisition is complementary to our current business in that it offers Trades Level 1, 2 & 3 qualifications, providing pathways for Academy students to continue on to programmes in Intueri's other New Zealand Schools. It also realises Intueri's strategy to consolidate the domestic education sector in New Zealand and provides attractive strategic and financial benefits."

For a consideration of 4.0 times 2015 actual Earnings Before Interest and Tax (EBIT), the transaction is expected to enhance Intueri's revenue by NZD5.0 million, and increase earnings by NZD1.25 million, before synergies are realised.

An initial payment of NZD4.0 million, funded from Intueri's current debt facilities, will be made upon completion of the acquisition, expected to be prior to 31 December 2014 and subject to standard regulatory approval. The balance of the acquisition price will be payable upon the completion of the 31 December 2015 annual accounts of Academy New Zealand.

Academy New Zealand is a family owned, Category 1, private tertiary establishment, specialising in practical, employment focussed courses. Academy New Zealand attracts New Zealand Government funding through the Youth Guarantee (YG) scheme and Student Achievement Component (SAC). Offering a range of courses including construction and motor trades, the Academy is the only face-to-face provider of pharmacy technicians in New Zealand and one of only a handful offering floristry training. It enrolls around 450 domestic students per annum.

Andrew Murray, General Manager of Academy New Zealand, has agreed to assist with overseeing the Academy Group operations during 2015 until the final acquisition payment is made. During this time, Mr Murray and Intueri's Executive Team will be assessing and implementing programmes to capture synergies available through the integration process.

"We are excited to secure the future for our foundation learners and specialty Schools of Pharmacy and Floristry. Academy New Zealand has for 28 years specialised in lifting the aspirations of and engaging foundation learners in education, preparing them for employment and supporting them to achieve a stepping stone to higher qualifications. This is a positive opportunity for the Academy and we look forward to being part of the Intueri Group.", said Mr Murray.

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About Intueri:

The Intueri Education Group (IQE) is a publicly listed vocational education group on both the New Zealand and Australian stock exchanges. Our internationally recognised schools specialise in providing industry relevant training across a number of exciting and diverse industries where there is strong demand for skilled people. We work closely with those industries to ensure our graduates find employment in the field they are most passionate about. These fields include Design and Arts, Beauty and Spa Therapy, Culinary Design and Hospitality Management, Business and Computing, Hotel & Tourism Management, Professional Counselling, Hairdressing, Make-Up Artistry and Commercial Diver Training.