



EUMUNDI GROUP

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Company Announcements Office
Australian Securities Exchange
SYDNEY NSW 2000

ASX Announcement

EUMUNDI ANNOUNCES SALE OF BRIBIE HARBOUR SHOPPING VILLAGE

Eumundi Group Limited ("Eumundi")(ASX: EBG) today announced the signing of an unconditional contract by its subsidiary, Eumundi Property Group Pty Ltd, for the sale of the Bribie Harbour Shopping Village on Bribie Island for \$13.15M.

The sale price of \$13.15M represents an excess over the centre's current carrying value of \$1.35M (\$1.19M net of costs). No tax liability is anticipated to arise from the sale of this asset which is scheduled to settle on 10th February 2015.

The Chairman of Eumundi, Mr Joe Ganim, said "With Woolworths now established as the anchor tenant in the centre, the opportunity arose to sell the property and achieve a favourable return consistent with the company's debt reduction and prime hotel asset purchase strategy. The purchaser also benefits from the acquisition of a strengthening asset with continued rental growth opportunity."

"With funds to be applied against debt, the sale significantly improves the financial position of Eumundi reducing net borrowings to less than \$10.4M on net assets of over \$27M. Eumundi's NTA per share will increase to over 8.4 cents per share as a result of the sale. The company is now ideally positioned to pursue its expansion plans through hotel acquisitions and Eumundi actively continues to assess strategic opportunities."

Eumundi paid a special fully franked dividend to shareholders in June 2014 and the Board remains focussed on improving shareholder value. The sale of Bribie Harbour Shopping Village significantly enhances Eumundi's financial position and will enable the Board to consider strategic growth opportunities and further capital management initiatives.

Yours faithfully,

Leni Stanley
Company Secretary