

ASX RELEASE

2 March 2015

STREAM GROUP LIMITED (ASX:SGO): Additional Funding Secured

Stream Group Limited ("Stream") has today agreed terms to raise an additional \$1.350 Million to repay a temporary overdraft facility to CBA. The funds will be provided by Neiser Beteiligungs GmbH an entity controlled by Dr. Jens Neiser, a Director of SGO.

The structure of the funds provided will be as follows:

\$873,000	Converting Note
\$477,000	Secured Loan
\$1,350,000	Total

As the Converting Note will issue shares to a related party and the secured loan will provide security to a related party, both transactions will require the approval of shareholders which will be sought as soon as possible, however the Company will be able to draw on the funds to repay the temporary facility in March 2015.

Stream is currently in the middle of managing the November Brisbane hailstorm and cyclone Marcia which require working capital provided by the overdraft facility. Therefore the Board was pleased to receive the support of one of the larger shareholders to provide funds to repay the temporary overdraft facility.

Converting Note Terms

Amount raised	\$873,000
Conversion Price	A Note will convert in whole into ordinary fully paid shares in the capital of Stream Group Limited at \$0.09 per share. Up to 9,700,000 shares may be issued as a result of the Notes converting into shares.

Loan Terms

Secured Loan amount	\$477,000
Interest rate	10% per annum
Repayment date	30 September 2016

Update on capital structure

As part of the original acquisition of Stream Group Holdings Pty Limited by Stream Group Limited (previously LongReach Group Limited) the Controlling Shareholders have 12,195,122 shares subject to a trading lock pending the determination of the Normalised Profit Before Tax of Stream Group Limited for the year ended 31 December 2014. As Stream did not reach the profit hurdle as required, the 12,195,122 Escrow Shares will be cancelled in accordance with the Corporations Act which will require Shareholder Approval which will be sought at the next General Meeting.

The Controlling Shareholders including the Escrow Shares in a trading lock are detailed below:	# of shares
LMBM Pty Limited	7,347,638
NEISER BETEILIGUNGS GMBH,	1,145,246
Dr. Steffen Lehmann and Cie GmbH	1,278,496
Nightingale Partners Pty Limited	2,423,742
Total shares to be cancelled	12,195,122

The capital structure following the cancellation will be as follows:

Quoted shares on issue before cancellation of Escrow Shares	184,478,430
Shares cancelled at next Annual General Meeting	12,195,122
Quoted shares on issue after cancellation of Escrow Shares	172,283,308

The Escrow shares will remain in a trading lock until such time as the shareholders meeting is held to cancel the shares.

- ENDS -

For further information please contact

Don McKenzie

Managing Director

T: +61 412 667 471

E: don.mckenzie@streamgroup.com.au

Christian Bernecker

Chairman

T: +61 408 293 222

E: christian.bernecker@streamgroup.com.au