

Sunland Group

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9th September 2015

The Manager
Company Announcements
Australian Securities Exchange

Dear Sir/Madam,

SUNLAND ANNOUNCES ON-MARKET SHARE BUYBACK

Leading property developer Sunland Group Limited (ASX: SDG) has today announced it will commence an on-market share buyback program to acquire over the next 12 months up to 10 per cent of Sunland's issued capital, equivalent to approximately 17.8 million ordinary shares (being 10% of the lowest number of issued shares over the last 12 months).

The announcement follows the Group's full year results for the 2015 financial year, which included an after tax profit of \$30.1 million, an increase of 111% on the previous corresponding period's result (2014: \$14.3 million profit), and exceeding revised guidance of \$28 million.

Sunland's initial share buyback program, which commenced in 2009 in the wake of the global financial crisis, was formally concluded in July 2013. In total, the buyback purchased 145.2 million shares for \$118 million, representing an average of 81 cents per share. As a result, the number of Sunland's shares on issue contracted by 45%.

Sunland Group Managing Director, Sahba Abedian, said this latest buyback program forms part of the Group's ongoing capital management strategy and will be funded by the Group's existing cash and working capital resources.

"All capital management measures are viewed in the context of the medium to long-term strategic growth of the Group," Mr Abedian said. "The buyback is expected to enhance the earnings per share of the Company."

"The Board sees this as an excellent opportunity to continue consolidating the Group's issued capital, especially when the shares are trading at a discount of some 25% below the net tangible asset value."

Mr Sahba Abedian also advises that he and founding Executive Chairman, Mr Soheil Abedian, will not be participating in the buyback program.

The Group's modest gearing and strong forecast cashflow provide sufficient capacity to continue the delivery of its portfolio, and directors intend maintaining the dividend payment ratio of 40% - 50% of net operating earnings whilst undertaking the buyback program.

Yours faithfully,



Grant Harrison
Company Secretary

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