



17 May 2011

ASX ANNOUNCEMENT

Independent Expert appointed

On 16 May 2011, Engin Limited (**Engin**) announced that it has received from Network Investment Holdings Pty Limited (**Network Investment**), which is a wholly owned subsidiary of Seven Group Holdings Limited, member's requests under section 249D of the *Corporations Act 2001* to call and arrange to hold shareholder meetings, and a proposal under which Engin would undertake a selective reduction of capital (**Proposal**).

The Proposal is subject to applicable shareholder approvals.

Shareholders will be aware that on 2 December 2010, Engin received a similar proposal (**Previous Proposal**) under which Engin Minority Shareholders would receive \$0.70 per Engin share. However, the Previous Proposal was withdrawn in January 2011.

Today, the Independent Chairman of Engin, Mr Ian Smith, appointed Lonergan Edwards & Associates Limited to prepare an Independent Expert's Report on whether the Proposal is fair and reasonable to Engin's shareholders as a whole. As the Proposal is almost identical to the Previous Proposal, and an Independent Expert's Report was prepared for the Previous Proposal and released to shareholders for their consideration, the Independent Expert has been requested to provide a report on the Proposal by way of an update to the Independent Expert's Report prepared in relation to the Previous Proposal.

For media queries or additional information, please contact:

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