

16 October 2012

The Manager Companies
Australian Stock Exchange (Sydney) Limited
20 Bridge Street
SYDNEY NSW 2000

ANNOUNCEMENT

Desane Completes Long Term Property Funding

The Directors of Desane Properties Pty Limited, a controlled entity of Desane Group Holdings Limited, are pleased to announce that the Group has formalised an \$8.3 million long term loan facility, with a major Australian bank. The formalisation of this loan facility **completes the Group's total funding requirement. Having finalised this loan facility, all of the Group's funding is now long term.**

The funding agreement **expires in September 2015** and has a current borrowing cost of **below 6%**.

Yours faithfully,
DESANE GROUP HOLDINGS LIMITED



JOHN BARTHOLOMEW
Company Secretary

ABOUT DESANE:

Desane Group Holdings Limited is a significant Sydney based landlord. The areas we specialise in are property investment, property services and property management. Desane has \$45 million of assets and manages a further \$21.5 million of industrial and commercial properties in the Sydney region. Our medium term objective is to continue to grow the Group's property assets.