

26 October 2012

ASX Code QSS

ASX ANNOUNCEMENT – MARKET UPDATE

GENERAL MEETING OF SHAREHOLDERS

Questus Limited (the Company) wishes to update the market following today's General Meeting of shareholders.

The Directors are pleased to advise the market that shareholders voted resoundingly in favour of the recapitalisation of the Company. The transaction will see Crest Capital Asia Pte Limited (Crest Capital) become a 51% shareholder, which will enable the Company to look forward and actively focus on its foremost activity the delivery of affordable housing under the Federal Government National Rental Affordability Scheme (NRAS).

This recapitalisation will also allow the Company to be able pursue other Federal and State Government housing initiatives which will seek to increase the delivery of affordable housing across Australia through the expansion of government and private capital enterprise.

BUSINESS ACTIVITIES

Despite the recent suspension of its shares Questus has continued to focus on the delivery of its NRAS across Australia, including;

Queensland – the Company has currently delivered over 400 tenanted homes in Queensland, and has over another 400 under construction. The Company will continue to look deliver its 1,457 NRAS allocations in Queensland through 2013.

New South Wales – the Company has been awarded 255 NRAS allocations in NSW and is looking to deliver the bulk of these in the 2013 calendar year.

South Australia – having received 286 NRAS allocations in late 2011, over 100 of the SA are already sold and construction has commenced, the delivery of the South Australian NRAS allocations are for delivery through to June 2014.

Western Australia – the Company has been awarded a significant number of NRAS for delivery in Western Australia, of these 681 are in the metropolitan and South West regional areas, and 1,578 are for delivery through the states North West including the Kimberley and Pilbara through to 2016.

The Company has been working closely with numerous shires and government agencies to look for innovative ways to deliver affordable housing in the North West.

The Company has been at the forefront in the development of its “Dual Key Housing” design and ensuring the passage of relevant planning and development approvals to allow the incorporation of two NRAS dwellings on a single residential lot.

The Company is also actively engaged with other land developers, traditional land owner groups and the various shires and towns to investigate and pursue suitable delivery methods to increase the affordable housing supply in these high need locales over the next four years.

In addition to the NRAS delivery, the Company is working closely with Crest Capital to build an institutional strength investment model, which will participate with both Federal and State Government housing initiatives and other incentives to look to fill the growing demand for affordable housing across Australia.

Crest Capital as part of the transaction has committed \$100 million in seed capital to establish the initial acquisition of a portfolio of properties for an institutional vehicle. The Company and Crest Capital are committed to growing this fund to in excess of \$1 billion in community housing and infrastructure projects.

The Board of Directors is committed to a return to profitability and the ongoing growth and return of shareholder value over the coming year.

The Company expects to be reinstated on the ASX shortly.

ENDS

About Questus Limited

Questus Limited (QSS) is an Australian Securities Exchange listed Western Australian based funds and investment company.

Questus Limited is focused on providing innovative investment solutions for a range of investment funds, property based trusts, syndicates, super fund property warrants and capital structuring services.

Questus was founded in 2003 and brings a wealth of experience and an established reputation in developing innovative and boutique investment products for the wholesale and retail investment markets.

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