

25 February 2011

Successful Completion of Institutional Component of Entitlement Offer and addition of Institutional Placement

SKILLED Group Limited ("**SKILLED**") today announced the successful completion of the institutional component of its 1 for 6 accelerated non-renounceable pro-rata entitlement offer ("**Institutional Entitlement Offer**"). Given, the overwhelming demand for the offer, SKILLED increased the original \$53.4 million offer through a \$17.9 million institutional placement ("**Placement**") to raise a total of \$71.3 million. The additional proceeds from the Placement will also be applied to reduce SKILLED's debt.

Under the Institutional Entitlement Offer and Placement, SKILLED has raised \$57.1 million. The Institutional Entitlement Offer has raised \$39.2 million through the issue of approximately 23.3 million ordinary shares at the offer price of \$1.68 per share. The Placement raised \$17.9m through the issue of approximately 10.4m ordinary shares at the placement price of \$1.72 per share.

SKILLED's Chief Executive Officer, Mick McMahon, said "We are very pleased with the positive response from our shareholders. It demonstrates their ongoing support for SKILLED and the potential benefits of the "re-Engineering" strategy. We are also delighted to welcome a range of high quality new investors to the SKILLED register."

Settlement of the Institutional Entitlement Offer and Placement is scheduled for Thursday 3 March 2011. The shares issued under the Institutional Entitlement Offer and Placement are expected to be allotted on Friday 4 March 2011, and to commence trading on ASX on the same day.

Retail Entitlement Offer

The retail component of the Entitlement Offer ("**Retail Entitlement Offer**") will open on Wednesday 2 March 2011 and will close on Friday 18 March 2011. The Retail Entitlement Offer is fully underwritten, and is expected to raise approximately \$14.2 million at an offer price of \$1.68 per share. Retail Shareholders who are eligible to participate in the Retail Entitlement Offer ("**Eligible Retail Shareholders**") will have the opportunity to participate at the same price and offer ratio as under the Institutional Entitlement Offer.

Full details of the Retail Entitlement Offer including the personalised Entitlement and Acceptance Form will be mailed to Eligible Retail Shareholders from Wednesday 2 March 2011. For further information, please call the SKILLED Offer Information Line on 1300 708 271 (local call cost within Australia) or +61 3 9415 4275 (from outside Australia) at any time from 8.30am to 5.00pm Monday to Friday during the Retail Entitlement Offer period.

Shares issued pursuant to the Entitlement Offer and Placement ("**New Shares**") will rank equally with existing SKILLED ordinary shares. Approval of SKILLED shareholders is not required for the issue of the New Shares

Goldman Sachs is the Lead Manager, Underwriter and Bookrunner to the Offer.

SKILLED expects its trading halt to be lifted and shares to recommence trading today.

For further information please contact:

Delphine Cassidy

Group General Manager Investor Relations

SKILLED Group Limited

Phone: +61 38646 6465 Mobile: 0419 163 467

About SKILLED Group

SKILLED Group Limited is Australia and New Zealand's leading provider of labour hire and workforce services. SKILLED Group has over 160 offices across Australasia with annualised revenues around A\$1.7billion. SKILLED partners with clients to improve their workforce efficiency and increase their productivity levels and provides staffing services to the industrial, healthcare and contact service centre sectors. SKILLED is listed on the Australian Stock Exchange (ASX: SKE) and has approximately 6,200 shareholders, predominantly in Australia.

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This document contains certain "forward looking statements". Forward looking statements can generally be identified by the use of forward looking words such as "anticipate", "believe", "expect", "project", "forecast", "estimate", "likely", "intend", "should", "will", "could", "may", "target", "plan" and other similar expressions within the meaning of securities laws of applicable jurisdictions. Indications of, and guidance or outlook on future earnings, distributions or financial position or performance are also forward looking statements. The forward looking statements included in this document involve subjective judgment and analysis and are subject to significant uncertainties, risks, and contingencies, many of which are outside the control of, and are unknown to, SKILLED Group. In particular, they speak only as of the date of this document, they are based on the particular events, conditions or circumstances stated in the materials, they assume the success of SKILLED Group's business strategies, and they are subject to significant regulatory, business, competitive and economic uncertainties and risks. There can be no assurance that actual outcomes will not differ materially from these forward looking statements.

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