

22 November 2010

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

ANNOUNCEMENT

Desane Share Purchase Plan Offer

The Directors of Desane Group Holdings Limited (**Desane**) are pleased to announce an offer to all eligible shareholders of Desane to participate in a share purchase plan (**SPP**). The SPP will allow all eligible shareholders to purchase up to A\$14,999.60 of additional shares at a price of **A\$0.55 per share**, without brokerage and transaction costs, on the terms and conditions to be set out in the SPP offer document. The SPP will be open to all Desane shareholders who are on the register as at **19 November 2010** (the **Record Date**) and who have a registered address in Australia or New Zealand.

The issue price of **A\$0.55 per share**, at which shares in Desane will be issued under this SPP, represents a **3.5% discount** on the volume weighted average market price of the shares calculated over the last 5 trading days on which sales in the shares were recorded before the date on which this SPP was announced. It also represents a **32% discount** to the 30 June 2010 stated NTA.

During the week commencing **29 November 2010**, all eligible shareholders will receive the SPP offer document and a personalised application form.

Funds raised under this SPP will be used by Desane to continue to grow its investment industrial property portfolio and for general working capital.

The proposed timetable for the SPP is as follows:

<u>Event</u>	<u>Date</u>
Record Date	Friday, 19 November 2010
SPP Announcement	Monday, 22 November 2010
Offer Opens	Monday, 29 November 2010
Offer Closes	Thursday, 30 December 2010
Issue Date	Tuesday, 11 January 2011

Yours faithfully,
DESANE GROUP HOLDINGS LIMITED



JOHN BARTHOLOMEW
Company Secretary

22 November 2010

**Cleansing Notice Under Paragraph 7(f)(ii)
Of ASIC Class Order [CO 09/425]**

Desane Group Holdings Limited (**Desane**) will make offers to issue ordinary shares (**shares**) to eligible shareholders under a Share Purchase Plan, without disclosure to investors under Part 6D.2 of the Corporations Act 2001 (**Act**).

The Shares are in a class or securities quoted on the Australian Securities Exchange.

Desane gives this notice pursuant to paragraph 7(f)(ii) of ASIC Class Order [CO 09/425].

The offers under the SPP will be made without disclosure to investors under Part 6D.2 of the Act.

As at the date of this notice, Desane has complied with:

- The provisions of Chapter 2M of the Act as they apply to Desane; and
- Section 674 of the Act.

As at the date of this notice, there is no excluded information as described in section 708A(7) and (8) of the Act.



JOHN BARTHOLOMEW
Company Secretary