## Sunland Group

ESTABLISHED
1983

4 October 2013

The Manager Company Announcements Australian Securities Exchange

Dear Sir/Madam,

## Sunland Waterfront (BVI) Ltd & Anor v Prudentia Investments Pty Limited & Ors

Sunland Group Limited (ASX: SDG) announced on 6 September 2013 that the Court of Appeal in Victoria handed down its findings against Sunland in respect to the above matter. This included the appeal of a costs order against Sunland to be finally assessed but is in the range of approximately \$6 million and \$7 million.

Following the Court of Appeal's decision on 27 September 2013 to dismiss Sunland's application for a stay of those costs, Sunland will not seek any further stay of the part payment of the costs order from trial. Accordingly, the sum of approximately \$5.74 million will be disbursed from monies held in trust and the amount will be expensed this financial year.

The Directors are further considering an assessment of the costs of the appeal.

The profit guidance for the financial year FY14 is estimated to be in the order of \$12 million.

Yours sincerely,

Sahba Abedian Managing Director