



# MARKET RELEASE

23 March 2011

**Verticon Group Limited**

## SUSPENSION FROM OFFICIAL QUOTATION

The securities of Verticon Group Limited (the "Company") will be suspended from quotation immediately, at the request of the Company, pending the release of an announcement by the Company.

Security Code: VGP

Kate Kidson  
**Principal Adviser, Listings (Melbourne)**



23 March, 2011

The Manager  
Company Announcements Office  
ASX Limited

Dear Sir,

**Verticon Group Limited (ASX:VGP) – Request for a voluntary suspension**

Further to its request for a trading halt on Monday, 21 March 2011, Verticon Group Limited (**Company**), in accordance with ASX Listing Rule 17.2, requests that ASX grant a voluntary suspension of the securities of the Company.

As previously announced, in August 2009, Verticon Developments No.1 Pty Ltd (**Verticon Developments**), a wholly owned subsidiary of the Company, entered into a consultancy agreement to provide project management and construction expertise in relation to a retail precinct project in Melbourne's eastern suburbs (**Project**). Under the terms of the consultancy agreement, Verticon Developments would receive a fee dependant on the success of the Project. At the time of entering into the consultancy agreement, the Company expected that the fee payable under the consultancy agreement would be between \$5 million and \$9 million.

In its interim financial report dated 31 December 2010, the Company provided updated guidance that the fee payable under the consultancy agreement was expected to be between \$4 million and \$7 million and be payable in the 2010/2011 financial year. The Company has now been advised by the developer that the fee payable to Verticon Developments is likely to be much lower than \$4 million, if not zero.

Due to this revised guidance from the developer in relation to the fee payable to Verticon Developments under the consultancy agreement, the Company has had to review its trading and financial position and has entered into discussions with its financiers regarding the repayment of its outstanding debts.

As those discussions are currently ongoing and complex, the Company maintains the view that an uninformed market is likely to result if the Company's securities are not suspended from quotation. As soon as the Company is able to inform the market of the outcome of this review and the discussions, it will seek to have its securities re-admitted to quotation on ASX and will make an announcement in relation to these issues.



The Company is not aware of any reason why the voluntary suspension should not be granted by ASX.

Yours sincerely,

A handwritten signature in blue ink, appearing to read "Brett Coleman", written in a cursive style.

Brett Coleman  
Company Secretary