



Australian Agricultural Company Limited
ABN 15 010 892 270

AACO to sell three Queensland cattle stations

ASX Announcement No. 06/2009

16 February 2009

- AACO announces proposed sale of three Queensland cattle stations for \$152m
- Properties to be sold at prices based on NTA

Australian Agricultural Company (ASX: AAC) today announced that it had entered into a non-binding Heads of Agreement in relation to the sale of three out of its seven Gulf cattle stations in Queensland. The sale price for the stations, inclusive of 62,000 branded cattle and plant and equipment, is \$152m. The price is based on the net tangible asset value for those assets in AACO's books.

The stations – "Clonagh", "Kalmata", and "Gregory Downs" – comprise 481,000 hectares. The sale is conditional on Government approvals and finalising legal documentation.

AACO CEO Stephen Toms said that proceeds from the sale of the Gulf properties would be used to reduce debt, release working capital to restock and make use of extensive Barkly feed pools following extensive rainfall across the region as well as positioning AACO to take advantage of other market opportunities as they arise.

At this time it is anticipated that the trading halt currently in place will be lifted at the commencement of trading on 17 February 2009.

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