

**ASG GROUP LIMITED
ASX ANNOUNCEMENT: SIGNING OF FRIT CONTRACT
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**ASX ANNOUNCEMENT
Perth, 10 June 2005**

ASG Group Confirms Signing of WA Government Contract

ASG Group Limited (ASX: ASZ) today announced that the Company and its bid partner Oracle Corporation Australia have confirmed contracts for the supply of corporate services business systems to the Government of Western Australia.

The contract flows from an assessment by the WA Government's Functional Review Implementation Team (FRIT) of high level and efficient IT service requirements across the government sector.

The Oracle-ASG consortium was selected as preferred tenderer for the contract in October 2004 and has since worked with the Government to settle contracts and the precise scope of work.

ASG Group's CEO Geoff Lewis said the agreement would generate significant revenue for the consortium over the period of the contract, with a significant boost to revenues starting in FY2006.

In a media statement issued today, WA Treasurer Eric Ripper said the signing was a major milestone in the Government's Shared Corporate Services Project which would see more than 100 Government agencies consolidate their back-office functions into three shared service centres in a bid to reduce waste and inefficiency.

As part of the \$67 million contract agreement, ASG will act as a subcontractor to Oracle and provide IT implementation services and support for the shared service centres.

The contract win follows a rigorous selection process conducted by FRIT. After extensive consultation with industry and corporate services practitioners from across the public

sector, the Oracle-ASG consortium was selected for their joint experience in business systems.

Mr Lewis said the Company was very pleased to have executed contracts for the long-term government work and hoped the contract would create a strong platform for the Company to pursue other opportunities in the government sector.

“We believe this is an important milestone in the growth of ASG and is a gratifying vote of confidence in our service offering and technical capability,” said Mr Lewis.

“The decision to consolidate government systems in key areas such as financial management and human resources is a good commercial decision that will deliver efficiencies, savings and reduce costs far into the future.

“It’s a very sound long-term strategic approach.

“ASG’s strong alliance with Oracle and experience in business systems and information technologies makes it a perfect fit for this project.

“As a Western Australian founded company, we are thrilled to be offered this contract as part of the Oracle-ASG consortium and look forward to delivering real benefits to the Shared Corporate Services Project.”

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