



ASX Release 16 April 2007

Merger between Lion and AuSelect to form Lion Selection Limited

Deferred Settlement Trading Update

On Friday 13 April 2007 the Supreme Court of Victoria approved the schemes of arrangement between Lion Selection Group Limited (Lion) and its shareholders (Lion Scheme) and the scheme of arrangement between AuSelect Limited (AuSelect) and its shareholders (AuSelect Scheme). An office copy of the Court orders approving the Lion Scheme and the AuSelect Scheme has today been lodged with the Australian Securities and Investment Commission (ASIC).

As a result of the approval of the Lion Scheme and the AuSelect Scheme and the lodgement of the Court orders with ASIC, all conditions precedent to implementation of the Lion Scheme and the AuSelect Scheme have been satisfied or waived. Lion and AuSelect shares will be suspended from trading on ASX from the close of trading on 16 April 2007.

Commencement of Deferred Settlement Trading

Trading in Lion Selection Limited ordinary shares and options on ASX will commence on a deferred settlement basis at the start of trading on Tuesday 17 April 2007 (ASX code "LST" and "LSTO").

It is expected that deferred settlement trading will cease at the close of trading on 1 May 2007, with normal trading in Lion Selection Limited shares and options to commence on 2 May 2007. It is expected that settlement of all deferred settlement trades of Lion Selection Limited shares or options will occur on 7 May, in accordance with the ASX Listing Rules.

Entitlement Ratios and Information Line

Lion shareholders¹ will receive:

- 1 Lion Selection Limited share for each Lion share held at the Record Date, and
- 61 Lion Selection Limited options² for every 1,000 Lion shares held at the Record Date. The exercise price for the options will be \$1.51.

Lion shareholders will own approximately 52.5% of Lion Selection Limited.

AuSelect shareholders¹ will receive:

- 797 Lion Selection Limited shares³ for every 1,000 AuSelect shares held at the Record Date.

AuSelect shareholders will own approximately 47.5% of Lion Selection Limited.



If scheme participants wish to trade their Lion Selection Limited shares or options during the deferred settlement trading period (17 April 2007 to 1 May 2007), it is their responsibility to confirm their holding before trading in Lion Selection Limited shares or options. Shareholders who sell Lion Selection Limited shares or options before they receive holding statements will do so at their own risk. Lion Selection Limited disclaims all liability, in negligence or otherwise, to any person who trades Lion Selection Limited shares or options before receiving their holding statement.

If scheme participants have any queries in relation to their entitlement to Lion Selection Limited shares or options, they should call the Shareholder Information Line on 1300 850 505 (within Australia) or +613 9415 5000 (international) between 8.30am and 5.00pm Melbourne time, Monday to Friday.

Enquiries:

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1. This refers to shareholders whose address as shown in the company's register of members at the Record Date is in Australia, its external territories, New Zealand or any other jurisdiction where the company is reasonably satisfied that the issue of Lion Selection Limited shares (and Lion Selection Limited options in the case of a Lion shareholder) in that jurisdiction is neither prohibited by law nor unduly onerous. The treatment of other shareholders is as set out in section 6.7 of the Scheme Booklets.
2. Any fractional entitlement of a Lion shareholder to part of a Lion Selection Limited option will be rounded up or down to the nearest whole number of Lion Selection Limited options, with fractions of 0.5 rounded up to the nearest whole number of Lion Selection Limited options.
3. Any fractional entitlement of an AuSelect shareholder to part of a Lion Selection Limited share will be rounded up or down to the nearest whole number of Lion Selection Limited shares, with fractions of 0.5 rounded up to the nearest whole number of Lion Selection Limited shares.