



EUMUNDI GROUP

8 August 2007

Australian Stock Exchange Limited
Companies Announcement Office
Electronic Lodgement System

**TERMINATION OF AGREEMENT FOR THE
ACQUISITION OF HONEYCOMBES PROPERTY GROUP**

On 6 August 2007, Eumundi Group Limited (Eumundi) announced that it had entered an agreement to acquire a 97% interest in Honeycombes Property Group (HPG) (Proposed Transaction).

Monday, Eumundi requested a trading halt to have the opportunity to obtain and provide additional information to the market with respect to the Proposed Transaction.

As a result of further information provided to Eumundi since the trading halt was requested, the Acquisition Implementation Agreement entered with respect to the Proposed Transaction has been terminated by Eumundi.

Eumundi and HPG will undertake discussions to determine whether they will continue to negotiate with respect to the entering of a new agreement for the acquisition by Eumundi of a controlling interest in HPG. The Board anticipates these discussions may take some time. If a new transaction arises from these discussions or the discussions are terminated, Eumundi will inform the market immediately.

Yours faithfully

Joe Ganim
Chairman
Eumundi Group Limited