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Australian Securities Exchange  
Company Announcements Office  
10<sup>th</sup> Floor  
20 Bond Street  
SYDNEY NSW 2000

Dear Sirs,

**Autodom Limited Subsidiary to Acquire HPG Business**

The directors of Autodom Limited (AIE) are pleased to advise that it's subsidiary aiAutomotive (Victoria) Pty Ltd (aiA (Vic)) has contracted to acquire the business of HPG Engineering & Associates Pty Ltd (HPG).

HPG is a Tier 1 supplier to Holden and Ford and also supplies other customers. It manufactures a range of components for use in the VE Holden Commodore and Ford BF series of vehicles. It has also been contracted to supply components for the new Ford Orion.

The management of HPG and aiA have been working closely together over the past few months in planning the acquisition and we are pleased to advise that Mr Paul Jones (the owner of HPG) has agreed to manage the Victorian operations of aiA (Vic).

aiA (Vic) will pay \$3.75m for the business to acquire Plant & Equipment, Stock of \$2.0m and assume employee entitlements of up to \$0.3m. A further maximum of \$0.25m is payable by way of an earn-out on the anniversary of settlement with payment linked to sales achieved in that year.

aiA (Vic) will utilise new bank borrowings to fund the acquisition with settlement expected to occur in the next few days.

The combination of HPG with the existing aiAutomotive group will push the revenue for AIE's automotive group above \$125m per annum and with the sharing of overhead costs enable strong earnings growth. It is expected HPG will add \$2.5m in EBITDA in Fiscal 2009 to the automotive group as synergies are fully realised in the coming months.

The acquisition of HPG establishes a physical presence in Victoria for aiAutomotive which was one of the key components in the previously advised strategy of the consolidation of the automotive component industry. Negotiations are continuing for the purchase of the business of another Victorian based component manufacturer - Kozma Industries.

Yours sincerely,

Tony Dale  
Managing Director



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