



Special Dividend and Buy-Back Offer

Special Dividend

The Directors are pleased to announce that a Special Dividend of **1.0 cent per share fully franked** has been declared.

Key dates are:

Declaration Date: 4th November, 2011

Record Date: 11th November, 2011

Payment Date: 16th December, 2011

Dividend Rate: 1.0 cent per share

Franking: Fully Franked

Buy-Back Offer

In addition, the Directors announce that the Company will implement a Buy-Back Offer providing an opportunity to all shareholders to sell 100% of their shares via an Equal Access Buy-Back Scheme at **\$0.50 cents per share**. The maximum number of shares that can be bought back is 1,800,000 or 6.65% of the Company's issued capital. Acceptances beyond this maximum will result in a proportional scale back.

Key dates are:

Participation Record Date: 11th November, 2011

Dispatch of Buy-Back documents: 15th November, 2011

Period for Acceptance: 16th November, 2011 to 7th December, 2011

Payment Date: 16th December, 2011 (estimate)

Participation in the Buy-Back is **optional**. Those shareholders who do participate will still receive the Special Dividend 1.0 cent per share payable 16th December, 2011.

Shareholders are invited to monitor the Company's web site www.knightsgroup.com.au for further announcements.

4th November, 2011