

**ASX Announcement
31 July 2009**

REA Group signs agreement to sell its stake in UAE business

REA Group Ltd ("REA") has signed a deal to sell its 51% shareholding in its UAE business, which operates the website propertyfinder.uae. Once the deal is completed, REA's stake will be transferred to the founder and current co-owner of the business.

The transfer of the shares to the purchaser is subject to approval by local UAE regulatory authorities.

Greg Ellis, CEO of REA Group said: "This decision has been taken in line with our strategy to focus on the Australian market and international markets where our market position is strong and the market size and market dynamics are attractive. We wish the PropertyFinder UAE team well for the future as they continue to develop the site and the business."

The impairment costs for FY09 have previously been communicated to the market by REA in its ASX announcements of 28 May 2009 and 26 June 2009. The costs include the UAE impairment costs.

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