

26 October 2016

Issue of securities as part of the Freedom acquisition

Australia's leading owner, operator and manager of retirement communities, Aveo Group Limited (ASX: AOG) today has issued 1,021,577 securities to Aspire Team Management Pty Ltd, as trustee for Aspire Care Trust (formerly Freedom Team Management Pty Ltd as trustee for Freedom Aged Care Trust) as part of the deferred consideration amounts relating to the acquisition of Freedom in February 2016.

Freedom was acquired for a total consideration of \$215.5 million, which included deferred payments of \$34 million (in present value terms), provided various performance conditions were met post-completion, over a four year period. The operating performance of the Freedom portfolio from acquisition date to 30 June 2016 met the required range to trigger the full per unit rate of payment for settlements in the deferred calculation formula.

END

For further information contact:

Investor Contact

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About Aveo

"We will grow with older Australians by inspiring greater living choices."

Aveo is a leading and trusted owner, operator and manager of retirement communities across Australia. Aveo's philosophy is underpinned by a commitment to grow with older Australians by inspiring greater living choices. We currently do so for 13,000 residents in 89 retirement villages across Australia. Aveo also manages and develops a diversified \$456 million property portfolio. Over 30 years, Aveo's portfolio has grown to one that encompasses retirement, residential, commercial, industrial and mixed-use property assets. Together these communities define how hundreds of thousands of people in Australia live, work, retire and invest.

Issued by Aveo Group (ASX:AOG) comprising Aveo Group Limited ABN 28 010 729 950 and Aveo Funds Management Limited ABN 17 089 800 082, AFSL No. 222273 as Responsible Entity for the Aveo Group Trust ARSN 099 648 754.

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