



ASX Announcement
Integrated Group Limited (ABN 29 085 701 962)

Integrated Group Limited has entered into agreement to sell its fleet of offshore vessels to Mermaid Marine Australia Ltd (MMA) for \$23.8 million, while acquiring MMA's manning business for \$4.4 million.

The agreement also provides for Integrated's fleet operator, wholly-owned subsidiary Total Marine Services Pty Ltd (TMS), to supply exclusive marine manning services to the entire MMA fleet for an initial period of 7 years.

TMS currently has in excess of 650 personnel working offshore, and will acquire another 200 (approximately) through the purchase of MMA's manning operations.

The agreement underscores TMS' position as the leading supplier of crews in the offshore oil and gas industry. It further enhances the company's ability to attract and retain the best personnel and provide greater employment opportunities.

With its expanded fleet of 24 vessels, and two more scheduled for delivery in 2006, MMA believes it will have Australia's largest and most flexible oil and gas support fleet.

TMS and MMA will co-operate in securing future work. With each now having greater size in their specific services, the arrangements will generate operational and cost efficiencies.

The enhanced positions of both companies will provide a strong platform to compete for the \$30 billion of prospective new projects on the north-west shelf.

The exchange of assets and services is based on current values and subject to due diligence which will start immediately. The target date for completion of arrangements and signing of contracts is 30 November, 2005.

Jon Whittle
Managing Director

21 October 2005