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ASX Release

2 March 2012

GRG signs strategic partnership with global card issuer and payments platform provider Ezybonds Inc

- **Strong synergies between GRG and Ezybonds**
- **Accelerates GRG's delivery of the payment platform for the Indian welfare MOUs**
- **Allows access to new revenues and global growth opportunities**
- **Placement of 13.4m shares at $0.14 to raise $1.876m to be taken up by Ezybonds Inc**
- **Proceeds to be used for upcoming Madhya Pradesh welfare project and working capital**

GRG International Limited (ASX: GRG) has entered into a strategic partnership with Ezybonds Inc which includes a strategic placement to be taken in entirety by the global payment platform provider. The establishment of a relationship with Ezybonds is an important step in the delivery of a multi-functional global payment platform that will assist in delivering GRG's Indian welfare solution recently announced in partnership with MPCON, the premier consulting organisation in Madhya Pradesh and Chhattisgarh and other target markets.

Ezybonds Inc is a privately owned company and is a market leader in simple and cost effective, secure money transfers. Ezybonds transactions are fully secured and based on its unique software. This software, called Splitlock, replaces traditional encryption and uses cryptographic hash technology to first transform the original data and then split the transformed data so that it becomes unrecognisable on multiple databases.

MPCON is a premier consulting organisation in Madhya Pradesh and Chhattisgarh. MPCON is a technical consulting organisation promoted jointly by financial institutions in India, public sector banks and state government corporations. MPCON will primarily design processes and arrange government clearances for the Indian rollout.

GRG announced on 22 February 2012 that it has signed a MOU to install and operate the Madhya Pradesh Welfare System in India, as well as three other Indian government regions.

Key highlights include:
• New electronic welfare system to be installed and operated in Madhya Pradesh
• System likely to include up to 4m cards, 5,000 ATMs, 25,000 point of sale machines
• Contract finalisation targeted within 2nd quarter 2012
•Following the Madhya Pradesh rollout similar rollouts and numbers are now agreed for Bihar, Jharkh and Chhattisgarh provinces in India

The placement will fall within GRG International's 15% capacity, in accordance with ASX listing rule 7.1 however the options will be issued subject to shareholder approval. As a result of the partnership Ezybonds Inc will take a strategic 8.7% stake in GRG via the $1.876m private placement to be completed on or before 23 March 2012. The 13.4 million GRG shares will be issued at 14c per

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share with an attaching 1 for 4 option (ASX: GRGO) exercisable at 20c expiring June 2013. Proceeds will be used to fund the development of its Indian welfare projects and provide working capital for its existing US and Australian operations.

Cunningham Peterson and Sharbanee Pty Ltd, trading as CPS Securities will act as manager of the placement and receive 6.7m options exercisable at 20c expiring June 2013 also subject to shareholder approval, under a corporate advisory agreement for securing and facilitating the placement.

"There are strong synergies between GRG and Ezybonds," said Mr Jeff Barrow, chairman and managing director, GRG International. "This relationship will aid GRG International's new welfare project in Madhya Pradesh and open access to new markets."

"Ezybonds is a global multi-currency payment system company specialising in designing systems to securely transfer funds via the internet, mobile phones, automatic teller machines (ATMs) and point of sale (POS) terminals."

"Ezybonds and GRG International are highly compatible businesses and the partnership will not only allow GRG to implement the card issuing component of the enormous Indian opportunity but should also open GRG to new revenues under the Ezybonds payments system revenue sharing model in the future."

"The opportunity in India is now connected by investment, product offerings and a specialised business model we expect will have traction in this and other large growth markets."

GRG's other ATM supply, distribution and servicing includes:

- Operating an ATM fleet of over 900 ATMs in Australia
- Branding and operating agreements with Bendigo and Suncorp Banks in Australia
- ATMs installed and managed at Tier II banks, credit unions and major retail chainsthroughout North America
- Strategic distribution agreements for the North American market in place with Burroughs Payments Systems in the USA and Stanley Convergent Security Solutions in Canada.

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About Ezybonds Inc.

Ezybonds Inc. is the software developer and intellectual property owner of the Ezybonds Global Payment system together with all associated domain names and trademarks.

EzybondsInc has successfully developed an online account management and payment system enabling members to withdraw, deposit and transfer funds [via internet, SMS or security coded cash pins] to or from any Ezyaccount, credit card, debit card or bank account in real time.

The system is quick to integrate and simple to use. It is an inexpensive solution for those members wanting to implement a loyalty reward program (via an Ezyaccount or branded debit card) or simply paying or receiving funds to or from their customers, suppliers and employees.

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Ezyaccount avoids expensive processing costs and eliminates merchant fees, credit card/bank account identification fraud and associated charge-backs.

About Ezybonds (UK) plc.

Ezybonds (UK) plc is the official marketing company of the Ezybonds Global Payment system. It is a company incorporated in the UK and is publicly traded on the London based Plus Markets Group exchange. The latest company reports, financial information, brokers' reports and real time share prices are available at www.plusmarketsgroup.com.

Ezybonds (UK) plc has been exclusively granted a license by EzybondsInc to globally market and brand Ezybonds products and in return, receives a 15% revenue royalty in perpetuity.

For further information on

Ezybonds Global payments systems please visit http://www.ezybonds.com/about.asp

Splitlock patented data security used by Ezybonds payment platform please visit http://splitlock.com

About GRG International

GRG International Ltd (GRGI) is a listed entity on the Australian Securities Exchange (ASX) to market and sell GRG Banking ATMs and related services into Australia, USA, Canada, United Kingdom, Ireland, South Africa, India and Mexico.

GRG International commenced as a joint venture between GRG International Pty Ltd and GRG Banking of Guangzhou, the largest ATM manufacturer in China and listed on the Shenzhen Stock Exchange with a $A2.2billion market capitalisation. The venture combines GRG's reputation for innovative and reliable ATMs in Asia with the proven track record of individuals who have the knowledge, reputation and relationships to make GRG Banking successful in both the retail and banking markets.

The company leverages GRG Banking's resources to design, develop, manufacture and sell ATMs, ATM management software and spare parts without incurring the associated overheads. GRG International will also sell the comprehensive range of other GRG Banking products such as Recyclers, Teller Cash Dispenser, Automatic Depository and Kiosk products.