



ASX / Media Release

15 June 2011

FKP Confirms Guidance and Announces Continuation of CEO Contract

FKP Property Group (FKP) announced today that an agreement has been reached with Managing Director and CEO Peter Brown for an open-ended continuation of his contract, which had otherwise been set to expire at the end of the financial year.

While it is not Mr Brown's intention to stay for a third long term contract, the Board has agreed that FKP's best interests are served by him remaining in the position for the immediate future.

Chairman Mr Seng Huang Lee said today "A number of options for the leadership of the Group have been considered, and having Peter continue on is the right strategy at the present time. There are a number of large projects that FKP has recently launched which Peter has been involved with since inception. Also, with the residential sector facing some challenges, a steady hand is preferable to a change of leadership at this time."

Mr Brown's remuneration will continue in accordance with the existing contract terms, and the arrangement will be subject to termination by either party upon giving six months' written notice.

Mr Brown said today "I am passionate about the success of FKP and remain committed to strengthening the platform even further before the company transitions to new leadership."

Mr Brown confirmed that FKP remains on track to deliver a strong full year result in line with previous guidance of a 10-15 per cent increase in underlying profit for FY11 compared with the prior year.

END

For further information contact:

Nina Lesnanska, Corporate Communications Manager
P: 02 9270 6168 M: 0404 811 469

Shalome Mielewska, Investor Relations Manager
P: 02 9270 6196 M: 0404 811 847

About FKP

With more than 30 years experience in the Australian property industry, FKP Property Group (FKP) is one of Australia's leading diversified property and investment companies. FKP successfully operates an integrated business model which includes retirement, property investment and funds management, land development, property development (incorporating residential, retail, industrial and commercial) and construction across Australia and New Zealand. FKP is an ASX top 200 company.

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