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Arasor completes sale of Bandwidth Foundry International Pty Limited ("BFI") to the University of Sydney

Arasor International Limited (ASX: ARR) is pleased to announce the successful sale of its Bandwidth Foundry International Pty Limited ("BFI") subsidiary to the University of Sydney ("the University") for the purchase consideration of \$1 and the payment of approximately AUD\$500k in liabilities that BFI has incurred. This follows up on the 12 August 2009 announcement that Arasor International Limited received a letter of intent from the University of Sydney to purchase BFI.

William Mackenzie, CEO of Arasor International stated "The transaction further reduces burn rate and allows the company to focus on the joint venture with ZTEI. The people and wafer fabrication facility will bring value to a research organization such as the University of Sydney".

About Arasor International Limited

Arasor International Limited develops and markets telecommunications and consumer optoelectronic solutions. Arasor aims to establish itself as leading Solutions Company serving global systems vendors in the network transport and the emerging laser-based display industries. Arasor's worldwide headquarters are located in Guangzhou China with operations in Tianjin, China and Yokohama, Japan.

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