

5th April 2017

Companies Announcement Office ASX Limited Exchange Centre Level 4, 20 Bridge Street Sydney NSW 2000

Dear Sir/Madam

The company has received a statutory demand from Deborah Ambrosini, a former Director of the company for an amount of \$117,481 .The company disputes this position and intends to have the statutory demand set aside.

The company has advised Mrs Ambrosini that the conditions precedent for payment has not occurred and that any Directors fees are not due and owing.

Yours sincerely

David Breeze Chairman