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17 July 2003

Marian Tang
Senior Companies Adviser
Australian Stock Exchange Limited
Level 8, Exchange Plaza
2 The Esplanade
PERTH WA 6000

Sent via Facsimile: 9221 2020

Dear Marian,

Re: Optum Group Limited April Monthly Cashflow Report - Additional Information

We refer to your letter dated 15 July 2003 with respect to questions raised regarding the company's Appendix 4C submitted to the Australian Stock Exchange ("ASX") on 15th July 2003 and respond as follows:

1. We refer to your comments with respect to the company having sufficient cash to fund its activities for another month. In this regard we refer you to the cash flow that is attached to this letter showing that the company has sufficient cash to fund its activities at least for the duration of the forthcoming year.

The company is expected to place the 50 million shares as approved at the shareholders meeting on the 24 April 2003 to raise \$50,000. The company is also in an advanced stage of negotiation to raise in the vicinity of \$500,000. This we expect to conclude next week. This amount has now been scheduled in the cash flow to be received in July 2003. The capital raised will be utilised to fund further working capital requirements and development on the company's projects and joint ventures.

The current Telepathy business needs to continue to expand to reach target monthly revenue and it is acknowledged that there is a cost to this.

2. As can be seen from the attached cash flow the company is expecting negative operating cash flows for the months of July, August and September. Thereinafter until the end of the year cash flows reflect on average a breakeven situation. This forecast is somewhat conservative as target revenue estimates are expected to be well in excess of this based on the continued increase in revenue from the Telepathy business and the growth of the joint venture with Wavtech Pty Ltd.
3. Actual receipts for the month of June 2003 were \$66,000 against budget receipts of \$69,079. Actual total expenses were \$84,000 against budget expenses of \$269,151. The anticipated capital raising of \$500,000 has been delayed from June to July 2003 affecting actual cash position compared to budget.

The difference between forecast cash position of \$334,351 and actual cash position of \$11,000 is summarised as follows:

	Actual Variance	Forecast	
Opening Cash Balance	\$36,000	\$36,423	(423)
<i>Add</i>			
Debtor Receipts	\$66,000	\$69,079	(3,079)
Capital/Raising (500,000)	Nil	\$500,000	
<i>Less</i>			
Creditor Payments 185,151	\$84,000	\$269,151	
Interest Paid	Nil	\$2,000	2,000
Asset Purchases	\$2,000	Nil	(2,000)
Loans to other entities	\$5,000	Nil	(5,000)
Closing Cash Balance (323,351)	\$11,000	\$334,351	

4. The company is in the final stages of completing the capital raising of around \$500,000. The company expect this to be concluded next week.
5. The company became aware of the revenues and expenses at the time of lodging the Appendix 4C.

6. The company continues to build its client base to use the transaction system which in turn increase the number of transactions and ultimately our revenue stream. As indicated, we are also completing a capital raising exercise that will ensure we have sufficient funds not only for working capital requirement but also to develop new project that will provide for further revenue growth.
7. Please refer attached for updated monthly cash flow budget to July 2004.
8. The company believes that it is complying with listing rule 3.1
9. The Directors confirm that the company can pay its debts as and when they fall due. Current cash balance is \$5,500 and debtors' receipts are expected in early next week amounting to \$50,000. This amount was due in today.

Should you have any queries regarding the above or require any additional information please let me know.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Ken Sharp', with a stylized, wavy line and a vertical stroke at the end.

Ken Sharp
Company Secretary

CASHFLOW 1/7/03 TO 31/9/04

Lvl 16, 251 Adelaide Terrace
PERTH WA 6000

Quarter July -Sep 03

	July	August	September
Opening Cash Balance	\$11,000	\$244,758	\$203,359
<i>Add</i>			
Debtor Receipts	\$81,466	\$94,547	\$102,629
Equity Investment			
Directors Loans			
Profit Distribution from Acquisition		\$50,000	
Grant from Pharmaceutical Company			
Capital Raising/Loan	\$500,000		
<i>Less</i>			
Creditor Payments	\$328,185	\$156,423	\$98,661
Lease Payments	\$8,417	\$8,417	\$8,417
Staff Costs	\$19,106	\$19,106	\$19,106
Interest Paid	\$2,000	\$2,000	\$2,000
Net Cash Movement	\$233,758	(\$41,399)	(\$26,555)
Closing Cash Balance	\$244,758	\$203,359	\$176,804

CASHFLOW 1/1/03 TO 31/1/04

Lvl 16, 25) Adelaide Terrace

PERTH WA 6000

Quarter Oct-Dec 03

	October	November	December
Opening Cash Balance	\$175,804	\$163,510	\$197,559
<i>Add</i>			
Debtor Receipts	\$108,210	\$106,292	\$111,874
Equity Investment			
Directors Loans			
Profit Distribution from Acquisition			
Grant from Pharmaceutical Company		\$50,000	
Capital Raising/Loan			
<i>Less</i>			
Creditor Payments	\$100,399	\$101,137	\$101,875
Lease Payments	\$0	\$0	\$0
Staff Costs	\$19,106	\$19,106	\$19,106
Interest Paid	\$2,000	\$2,000	\$2,000
Net Cash Movement	(\$13,294)	\$34,049	(\$11,107)
Closing Cash Balance	\$163,510	\$197,559	\$186,452

CASHFLOW 1/7/03 TO 31/7/04

Lvl 16, 251 Adelaide Terrace

PERTH WA 6000

Quarter Jan - Mar 04

	January	February	March
<u>Opening Cash Balance</u>	\$186,452	\$182,888	\$168,769
<i>Add</i>			
Debtor Receipts	\$119,955	\$118,037	\$126,118
Equity Investment			
Directors Loans			
Profit Distribution from Acquisition			
Grant from Pharmaceutical Company			
Capital Raising/Loan			
<i>Less</i>			
Creditor Payments	\$102,613	\$110,851	\$104,089
Lease Payments	\$0	\$0	\$0
Staff Costs	\$19,106	\$19,106	\$19,106
Interest Paid	\$2,000	\$2,000	\$2,000
Net Cash Movement	(\$3,764)	(\$13,920)	\$924
<u>Closing Cash Balance</u>	\$182,688	\$168,768	\$169,692

CASHFLOW 1/7/03 TO 31/7/04

Lvl 16, 351 Adelaide Terrace
PERTH WA 6000

Quarter Apr - Jun 04

Quarter Jul - Sep 04

	April	May	June	July
Opening Cash Balance	\$189,662	\$170,460	\$173,571	\$179,025
<i>Add</i>				
Debtor Receipts	\$126,700	\$129,782	\$132,863	\$135,945
Equity Investment				
Directors Loans				
Profit Distribution from Acquisition				
Grant from Pharmaceutical Company				
Capital Raising/Loan				
<i>Less</i>				
Creditor Payments	\$104,827	\$105,565	\$106,303	\$107,041
Lease Payments	\$0	\$0	\$0	\$0
Staff Costs	\$19,106	\$19,106	\$19,106	\$19,106
Interest Paid	\$2,000	\$2,000	\$2,000	\$2,000
Net Cash Movement	\$767	\$3,111	\$5,454	\$7,798
Closing Cash Balance	\$170,460	\$173,571	\$179,025	\$186,823

**ASX**

AUSTRALIAN STOCK EXCHANGE



Mr Ken Sharp
Company Secretary
Optum Health Limited
56 Melville Parade
SOUTH PERTH WA 6151

By facsimile: 9476 6184

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Dear Ken

OPTUM HEALTH LIMITED (the "Company") - MONTHLY CASHFLOW REPORT

We refer to the Company's monthly cashflow report in the form of Appendix 4C for the month ended 30 June 2003, released to Australian Stock Exchange Limited ("ASX") on 15 July 2003 (the "Appendix 4C"), and to the Company's announcement dated 21 May 2003 in response to ASX's letter dated 15 May 2003 (the "Announcement").

ASX notes that the Company has reported the following in the Appendix 4C.

1. Monthly receipts from customers of \$66,000.
2. Net negative operating cashflows for the month of \$18,000.
3. Cash at end of month of \$11,000.

In light of the information contained in the Appendix 4C and the Announcement, please respond to each of the following questions.

Appendix 4C

1. It is possible to conclude on the basis of the information provided that if the Company were to continue to expend cash at the rate for the quarter indicated by the Appendix 4C, the Company may not have sufficient cash to fund its activities for another month. Is this the case, or are there other factors that should be taken into account in assessing the Company's position?
2. Does the Company expect that in the future it will have negative operating cash flows similar to that reported in the Appendix 4C for the quarter and, if so, what steps has it taken to ensure that it has sufficient funds in order to continue its operations at that rate?

3. To what extent have the Company's actual revenues and expenses for the month, as reported in the Appendix 4C, matched the Company's anticipated revenues and expenses, as reported in its cashflow budget which was included in the Announcement?

Announcement

4. In the Announcement, the Company stated that it was in discussions with its brokers with respect to a placement to raise up to \$500,000. The Company advised that it *"had a commitment from its brokers to place these shares subject to some further information becoming available on the Company's projects and recent joint venture agreement with Wavtech Pty Ltd, as announced to the market on the 9th April 2003"*.

The Company further stated that it expected the \$500,000 placement to be completed in June 2003, and this amount had been included in the June cashflow budget.

According to the Appendix 4C, this \$500,000 fundraising does not appear to have been completed in June 2003.

- 4.1 With respect to the above, please provide an update as to the Company's capital raising activities.
 - 4.2 In the absence of the \$500,000 fundraising, please explain how the Company has achieved its objective to ensure that there is sufficient cash available for the Company's future operating activities.
5. When did the Company become aware that its revenues (and expenses) would not substantially match the anticipated revenues and expenses? You may wish to outline any circumstances that may have had an effect on the Company's revenues and expenses.

Other

6. What steps has the Company taken, or what steps does it propose to take, to enable it to continue to meet its business objectives?
7. Please provide an updated monthly cashflow budget to July 2004.
8. Can the Company confirm that it is in compliance with the listing rules, and in particular, listing rule 3.1?
9. Please confirm whether the Company as at 15 July 2003 (or the date of your reply to this letter, if later) can pay its debts as and when they become due.

Please comment on the Company's compliance with listing rule 12.2, with reference to the matters discussed in the note to the rule. Please provide details of the Company's cash balance as at 15 July 2003 (or the date of your reply to this letter, if later).

Listing rule 3.1

Listing rule 3.1 requires an entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities. The exceptions to this requirement are set out in the rule.

In responding to this letter you should consult listing rule 3.1 and the guidance note titled "Continuous disclosure: listing rule 3.1".

If the information requested by this letter is information required to be given to ASX under listing rule 3.1 your obligation is to disclose the information immediately.

Your responsibility under listing rule 3.1 is not confined to, or necessarily satisfied by, answering the questions set out in this letter.

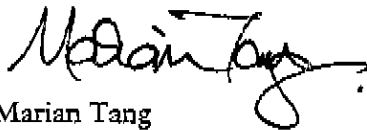
This letter and your response will be released to the market. If you have any concerns about your response being released, please contact me immediately. Your response should be sent to me on facsimile number (08) 9221 2020. It should not be sent to the Company Announcements Office.

Unless the information is required immediately under listing rule 3.1, a response is requested as soon as possible and, in any event, before the close of business (ie, before 5.30 p.m. W.S.T.) on Friday 18 July 2003.

If you are unable to respond by the time requested you should consider a request for a trading halt in the Company's securities.

If you have any queries regarding any of the above, please let me know.

Yours sincerely



Marian Tang
Senior Companies Advisor

cc: Mr Ken Sharp
Facsimile: 9227 5633