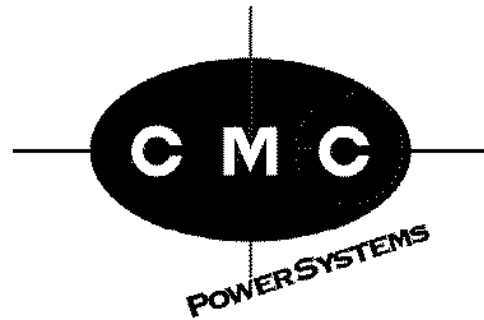


CMC Power Systems Limited ACN 008 924 570
ABN 50 008 924 570



26 April 2004
Sydney, Australia

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ASX ANNOUNCEMENT

ASIC Interim stop order on Rights Issue Prospectus

CMC Power Systems Limited (ASX: CSY) advises that in relation to its current Rights Issue Prospectus dated 16 April, it has received notice from the Australian Securities & Investments Commission ("ASIC") on the 22 April 2004 that an interim stop order has been placed on the prospectus under S739 (3) Corporations Act 2001 preventing offers, issues, sales or transfers of securities under that prospectus. The order lasts for 21 days unless revoked before then.

To address ASIC's concerns, the Company has today filed a draft supplementary Prospectus with ASIC with a view to early removal of the stop order.

Authorised by
Tony Teng
Company Secretary

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