Group Limited

10th April 2007

The company advises that on 4 April 2007 it commenced proceedings in the Supreme Court of Victoria against one of the company's directors, Mr Peter McDougall, to recover the sum of $2,615,102.64 which the company claims is owing pursuant to a loan agreement with Mr Peter McDougall entered into on 16 October 2005.

The market will be kept appraised of any further substantive developments in relation to this issue.

On Q Group Limited
Chairman

OnQ Group Limited ACN 009 104 330 **address** 677 The Boulevard (Cnr Banksia St) Eaglemont VIC 3084 **phone** (03) 8458 1000 **fax** (03) 9459 2048