Monday, 7 February 2005

MARKET ANNOUNCEMENT

Update on Rivkin Financial Services Limited Related Litigation

We make this announcement to update shareholders on the appeals filed by Sofcom Limited (**SOF**), Fast Scout Limited (**FSL**) and Altera Capital Limited (**AEA**) and payment of costs in relation to the dismissed cross-claims against Rivkin Financial Services Limited (**RFS**), Network Limited (**NWK**), Cole Kablow Superannuation Pty Ltd (**Cole Kablow**), Alan Davis Group Pty Ltd (**ADG**) and former RFS Managing Director, Alan Andrew Davis.

SOF, AEA and FSL (the **Cross-Claimants**) have entered into deeds of settlement with each of Network and Cole Kablow to discontinue the appeals against and to settle the costs payable to each such party.

Under the deed of settlement with Network, the Cross Claimants will pay $350,000 to Network to settle all costs of Network in relation to the proceedings. The settlement sum will shortly be paid to Network's solicitors to be held on trust until the earlier of:

(a) The Network general meeting to seek shareholder approval for Network to buy back and cancel approximately 10m Network shares held by RFS; or

(b) The RFS general meeting to seek shareholder approval for RFS to buy-back and cancel 9 million RFS shares held by Network (being held by no later than 31 May 2005),

(as announced by RFS and Network earlier today).

Under the deed of settlement with Cole Kablow, the Cross Claimants will pay $125,000 to Cole Kablow to settle all costs of Cole Kablow in relation to the proceedings. The settlement sum will shortly be paid to Cole Kablow.

The deeds of settlement preserves the continuation of the appeals against RFS, ADG and Alan Andrew Davis. In this regard, such appeals are pending listing for hearing later in the year.

SOF, AEA and FSL are also negotiating with RFS, ADG and Alan Andrew Davis with respect to the cost orders in the dismissed proceedings.

The costs of SOF, AEA and FSL in relation to their investment in RFS (including payment of legal costs and the above settlement costs) are shared between each company in proportion to each company's relative interest in their collective stake in RFS (currently 4,711,971 shares or 4.697% of RFS' issued share capital) - SOF's share is 67%; FSL's share is 18% and AEA's share is 15%.

Further information:

Victor Ho
Company Secretary

Ph: (08) 9214 9700
Email: vho@fastscout.com