

ASX Announcement

Photon Group Limited (**Photon**) today announced that its relevant interest in Dark Blue Sea Limited (**DBS**) Shares at 6.00 pm on 2 April 2007 was 20.28%. As a result, the current Offer price of 76 cents per DBS Share will not be increased to 90 cents per DBS Share.

Further, as previously announced Photon will not waive the defeating conditions under its Offer (including the condition in clause 8.8(a)(iv)(D) of the Offer, which was breached as a result of the declaration of the interim dividend by DBS on 26 February 2007). As a result, at the end of the Offer Period (which is due to expire on 10 April 2007), Photon's Offer will lapse and Photon will rescind all contracts resulting from acceptances of the Offer which were received from DBS shareholders prior to the end of the Offer Period.



Geoff Nesbitt

Company Secretary

**Notice of Status of Defeating Conditions of Photon Group Limited's Off-Market Takeover Bid
for Dark Blue Sea Limited**

In accordance with section 630(3) of the Corporations Act, Photon Group Limited (**Photon**) hereby gives notice that:

- (a) the Photon Offer is not free (and has not been freed) from any of the defeating conditions set out in 8.8 of the Bidder's Statement;
- (b) so far as it knows, none of the defeating conditions set out in Section 8.8 of the Bidder's Statement were fulfilled as at the date of this Notice; and
- (c) Photon's voting power in Dark Blue Sea Limited as at the date of this Notice is 20.28%.

Dated 3 April 2007

Signed on behalf of Photon by:



Geoff Nesbitt

Company Secretary