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ASX MEDIA RELEASE

Futuris and RUN form strategic alliance to advance property management operations.

Please read the attached release.

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MEDIA RELEASE**22 MAY 2007**

FUTURIS AND RUN FORM STRATEGIC ALLIANCE TO ADVANCE PROPERTY MANAGEMENT OPERATIONS

Futuris Corporation Limited (ASX:FCL) and RUN Corp Limited (ASX:RNC) today announced that they have agreed in principle to establish a strategic alliance.

The alliance will see co-operation between RUN and Futuris' wholly owned business, Elders Real Estate, which is Australia's largest regional property manager and one of the country's largest real estate operations

Under the proposed agreement Futuris will subscribe for converting notes and options which on conversion and exercise will deliver a majority interest in RUN Corp for a total initial investment of \$10 million.

Elders Real Estate will access RUN's industry leading technology and systems which will result in cost efficiencies in processing, improved client services for landlords and substantial system upgrades for the management and maintenance of property. RUN will realise economies of scale from the incremental content provided by Elders to its back office processing.

RUN's services will also be accessible to independent real estate operations looking for a centralised clearing house for property management services.

Futuris CEO Les Wozniczka said: "Elders Real Estate is perhaps our most visible business and its success has been one of the major contributors to our performance in recent years. We currently have approximately 13,500 properties under management as part of a real estate business that operates from 400 locations around Australia and sells \$5 billion of urban and residential property per annum."

"We have taken this opportunity to help create an industry leader in property management operations," said Mr Wozniczka.

"RUN has fundamentally sound operations and management backed by quality systems. While the company's results have shown the impact of debt levels and start-up costs and issues, the recapitalisation provided by the alliance will enable RUN's management to now concentrate on business growth and performance.

RUN Chairman Mr Nathan Cher said: "This new alliance with Futuris is a decisive and transformational step which has both immediate and long term benefits for RUN and its shareholders.

"The funds provided by Futuris will enable us to reduce our debt and implement a range of growth initiatives to increase the approximately 20,000 properties we currently have under management."

Mr Cher said the proposed agreement with Futuris will complete RUN's capital raising project announced last August to raise between \$6m and \$10m. Futuris will be issued with a series of notes converting into 100 million shares within two years. The converting

notes will attract interest at a rate of 8.5 per cent per annum to be satisfied by the issue of additional securities in RUN Corp at 15 cents per share. In addition, 60 million options are intended to be granted to Futuris exercisable on certain conditions at 10 cents each within two years.

RUN is also reviewing the possible conversion of current founder loans to converting notes on similar terms and conditions as those proposed to be issued to Futuris. Consistent with the Corporations Act any such conversion will be subject to RUN shareholder approval.

The in principle agreement is subject to Futuris finalising its due diligence investigations and the execution of formal documentation. A further announcement will be made once the documentation is finalised. In addition, the issue of the notes and options will be subject to the approval of RUN shareholders.

RUN CEO Mr Rob Farmer said "RUN is now very well placed to realise its full potential and I am looking forward to leading the management team and staff to further develop the RUN brand in the marketplace. From an operational perspective it's business as usual at RUN for all our customers and staff across RUN's 20 offices in Brisbane, Sydney and Melbourne."

Mr Farmer said an Extraordinary General Meeting would be held in July 2007 for shareholders to vote on the Futuris agreement and the appointment of two directors to the RUN board.

Futuris

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