

3 January 2008

The Manager Companies
Australian Stock Exchange
20 Bridge Street
SYDNEY NSW 2000

Dear Sir

LAPSE OF 31 DECEMBER 2007 UNLISTED OPTIONS

Please be advised 50,000 unlisted options with an exercise price of \$0.25, 350,000 unlisted options with an exercise price of \$0.30 and 350,000 unlisted options with an exercise price of \$0.35 expired on 31 December 2007. These options were not exercised prior to their expiry date of 31 December 2007 and as such have been cancelled by the Company.

Yours sincerely



Susan Hunter
Company Secretary