

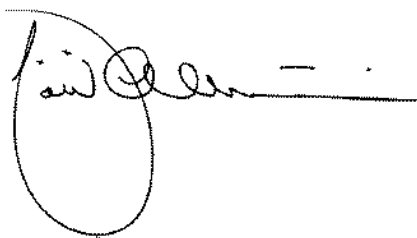
ST SYNERGY LIMITED
ACN 060 369 048

Company Announcements Platform
Australian Stock Exchange Limited
10th Floor, 10 Bond Street
SYDNEY NSW 2000

LEGAL PROCEEDINGS

ST Synergy Limited (the "Company") has received a summons and complaint lodged in the United States District Court (Southern District of New York) by J.L. Kehoe and J.D. Urquhart, the former CEO and CFO of Panorama Labs Pty Ltd. Eight claims are made against the seven named defendants including an alleged breach of contract in the termination of their consultancy. The plaintiffs are also seeking a declaration that US Courts have jurisdiction to hear the claims. The Company has instructed its legal representatives to represent its interests and vigorously defend the claims. At this stage, the Company is yet to accurately determine the precise quantum of the claims and as soon as additional information has been determined, the Company will make further announcements to the market.

Yours faithfully

A handwritten signature in black ink, appearing to read 'John R Athans', with a large circular flourish on the left side.

John R Athans
Chairman
ST Synergy Limited

10 May 2007