12 April 2010

Notice to the Shareholders of

Solverdi Worldwide Limited (Administrator Appointed) ACN 096 687 839

Appointment of Administrator

As you may be aware, Mr Phillip Pinn of Pinn Deavin BIO was appointed Administrator of the abovenamed Company on 18 March 2010 pursuant to Section 436A of the Corporations Act ("the Act"). The appointment was effected by resolution made at a meeting of the directors of the Company. At the first meeting of creditors it was resolved by the creditors of the Company that I replace Mr Pinn as Administrator.

A copy of the ASIC Information Sheet "Insolvency – a guide for shareholders" can be downloaded from www.asic.gov.au.

Suspension of Trading

As you may be aware, the trading of shares in the Company was suspended on the Australian Stock Exchange ("ASX") following the appointment of a Voluntary Administrator. Whether the listed entity is ultimately relisted on the ASX will depend on any offer to restructure the Company.

Current Position of the Company

Based on my preliminary investigations of the company, it is unclear as to whether sufficient assets will be realised to enable a distribution to the creditors. The Company appears to have business interests in the USA and other countries and carrying out my investigations is likely to take some time.

I will keep all parties concerned informed of the outcome of these investigations.

Purpose of Appointment of Administrator

It should be noted that, pursuant to Section 435A of the Act, the object of the Act as regards Voluntary Administration is;

"to provide for the business, property and affairs of an insolvent company to be administered in a way that..., if it is not possible for a company or its business to continue in existence, results in a better return for the company's creditors than would result from an immediate winding up of the company".

Effect of Administrator's Appointment on Creditors

In general terms, the effect of my appointment over the company is that the liabilities and obligations to the creditors as at 18 March 2010 are frozen.

Effect of Administrator's Appointment on Members

Pursuant to Section 437F of the Act a transfer of shares in a company that is made during the Administration of the company is void unless the Administrator has given written consent or unless such transfer is ordered by the Court.

Process of Voluntary Administration

The Administration will run for up to 25 business days (creditors may resolve to extend the administration if they see fit). In that time the Administrator will take control of the company and its assets and investigate the company's financial affairs. As noted above, during this period, the liabilities and obligations to creditors in general are frozen.

Once the administrator has completed his preliminary investigation, he is obliged to convene a second meeting of creditors.

At that meeting, creditors may resolve to

- end the administration,
- approve a Deed of Company Arrangement through which the company will compromise its debts, or
- wind up the company and appoint a liquidator.

In the Administrator's report he is obliged to make a recommendation as to which of these three alternatives is in the best interest of the creditors.

Further Information

Updates with respect to shareholders will be provided on the ASX website (www.asx.com.au) from time to time.

Should you have any queries in relation to any of the matters raised above, please do not hesitate to contact Olivia Lou of my office.

Yours faithfully,

GEOFFREY REIDY
ADMINISTRATOR