



ABN 44 009 148 529

Registered Office

Level 1
Westcentre
1260 Hay Street
West Perth Western Australia 6005
AUSTRALIA

Mail Address

Private Box 1288
West Perth Western Australia 6872
AUSTRALIA

Telephone (+61 8) 9415 2212

Facsimile (+61 8) 9415 2221

Email info@synergylimited.com.au

Visit us at www.synergylimited.com.au

Australian Stock Exchange Limited

ELS045.2003

Company Announcements Office

Electronic Lodgement System

18 February 2003

Dear Sir/Madam

UPDATE - IN RELATION TO PLAINTS

Mr Morellini's plaint against Mining Lease 70 / 816 (Tampia Hill), which was previously adjourned part heard, was listed for hearing in Perth on 06 and 07 February 2003, (as announced to the ASX on 06 January 2003 and in the Second Quarter Activities Report for the period ended 31 December 2002, as announced to the ASX on 31 January 2003). On 03 February 2003, the Company became aware that the Minister for Mines had issued an Exemption Certificate for Mining Lease 70 / 816, notwithstanding the fact that the objection to the exemption had not been heard by the Warden. A question then arose as to the status of that Certificate and as to what, if any, action the Department of Mineral and Petroleum Resources ("Department") may take in respect of it. As no decision had been made by the Department by 06 February 2003, the matter was adjourned at the request of the solicitors for both the plaintiff and the Company so that the status of the Certificate could be clarified and the intention of the Department in respect of it determined. The plaint is now listed for mention before the Warden in Perth on 06 March 2003.

With regard to the outcome of the re-hearing of Mr Morellini's plaint lodged against Mining Lease 15 / 621 (Geko), the Company anticipates the handing down of the decision (originally reserved) by His Worship Warden Calder, to be imminent. The ASX announcement of 06 January 2003 and the Second Quarter Activities Report for the period ended 31 December 2002, as announced to the ASX on 31 January 2003, also refers.

The Company is confident that all plaints lodged by Mr Morellini will be dismissed.

Yours faithfully

SYNERGY EQUITIES GROUP LIMITED

Ronald Moir
MANAGING DIRECTOR



*information technology
solutions for business*