

9th July 2008

Company Announcements
Australian Securities Exchange Limited
20 Bond Street
Sydney NSW 2000



For immediate release to the market

Notice under Section 708A

The Company today issued 6,505,096 shares at an issue price of 7 cents per share to raise \$455,357 in relation to offers made pursuant to Section 708A (5) of the Corporations Act for working and development capital purposes.

The Company gives this notice pursuant to Section 708A (5) of the Corporations Act. The shares were issued without disclosure to investors under Part 6D.2 in reliance on Section 708A (5) of the Corporations Act.

The Company, as at the date of this notice, has complied with:

- (a) The provisions of Chapter 2M of the Corporations Act, and
- (b) Section 674 of the Corporations Act.

There is no excluded information for the purposes of Section 708A (7) and (8) of the Corporations Act.

Yours faithfully

Graham Nicol
Company Secretary

Brainytoys Ltd
6-B Bowen Street
O'Connor WA 6163
Australia
T: (+61 8) 9331 8441
F: (+61 8) 9331 8452
E: info@brainytoys.com
W: www.brainytoys.com

ASX: BRT ABN: 28 001 894 033