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7 April 2003

SETTLEMENT OF SALE OF LOONGANA LIME PTY LTD

The Company is pleased to advise that financial settlement of the sale of its wholly owned subsidiary Loongana Lime Pty Ltd ("Loongana") to Meta Holdings has occurred.

The proceeds from the sale of Loongana total A\$3.05 million in cash and receivables.

From these funds, A\$511,417.66 has been used to retire the secured loan facility and accrued interest provided by Alameda Pty Ltd. It is proposed to use a portion of the funds received to repay A\$1.0 million of the Company's A\$2.1 million Convertible Note facility with Barmenco Pty Ltd which accrues interest at the rate of 9.75% per annum. The remaining funds will be used for ongoing working capital requirements.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Michael Mulroney', with a long horizontal stroke extending to the right.

Michael Mulroney
Managing Director