

Transactional Risk Management Policy

Keybridge Capital Limited (KBC) has completed a review of the Company's corporate governance policies and charters.

In relation to the Transactional Risk Management Policy (TRMP), having regard to KBC's current business plan of realising assets, paying down corporate debt and not entering into new investments, the majority of this policy is not presently relevant.

Accordingly, the Board has resolved to suspend the TRMP on the basis it be reinstated in the event KBC subsequently determines to recommence transaction origination.

In place of the TRMP, the following transactional guidelines will apply:

- All investments will be continuously monitored and reviewed by KBC Management with a formal report provided to the Board on a regular basis.
- Primary Approval Authority for transactions lies with the Board. Apart from the following only the Board can approve a new transaction. The exception is that approval of new funds being provided for existing investments is delegated to any two of the Chairman, Managing Director or the Executive Director provided the amount does not exceed AUD500,000 each 6 months and funds are required to protect the value of an existing KBC investment. Such approvals are to be reported to the next Board meeting following the date of approval.

27 May 2011