

- ASX Announcement -

Update - Legal Action re Ernst & Young

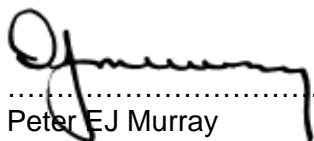
Directors advise that further proceedings took place in the Supreme Court of NSW last Friday in London City's case against Ernst & Young, former auditors of Penrice Soda Holdings Limited (In Liquidation). The matter was heard before Justice E Fullerton.

The latest appearance follows the Statement of Claim lodged against Ernst & Young in the court in May 2017 and pursued since. In April this year London City and its legal advisors moved to amend the Statement of Claim and as part of that process sought further information and documents from Ernst & Young. Some of this has now been received by London City. Further documents have also been produced by ASIC under Freedom of Information legislation. Receipt of these documents has allowed our legal team to further particularise allegations.

While the latest Amended Statement of Claim lodged takes account of extensive information already in the public arena, provided by Ernst & Young or by ASIC, there remains other information outstanding that might well influence the proposed claim. The documents have been sought from Ernst & Young by way of a Notice to Produce to Court since 29 June 2018 and the Notice has been listed before the Court on at least six occasions. Full production has not yet been made to the Court by Ernst & Young.

Friday's hearing resulted in court orders being made that Ernst & Young produce all further documents on or before 2 November 2018 and that London City and other plaintiffs serve a further draft statement of claim by 3 December 2018. The proceedings are stood over until 20 December.

For and on behalf of Directors



Peter EJ Murray
Chairman of Directors

5 October 2018

