



25 January 2018

Australian Securities Exchange
10TH Floor, 20 Bridge Street
SYDNEY NSW 2000

via e-lodgement

Dear Sir/Madam

RESPONSE TO GRANDBRIDGE LTD ANNOUNCEMENT REGARDING STATEMENT OF CLAIM

MEC Resources Ltd (ASX: MMR) (the “Company”) wishes to confirm it has received a copy of an ASX announcement placed by Grandbridge Ltd (ASX: GBA) today, the 24th January, 2018 entitled “MEC Resources Ltd (ASX MMR) and Advent Energy Ltd- Statement of Claim”

The announcement simply states that on 22 January 2018 Grandbridge had lodged a Statement of Claim in respect of these amounts with the District Court of Western Australia.

The Company has previously advised the market that it accepted Grandbridge Ltd’s repudiation of the services agreement following prevention of access to the Company’s offices in late 2016. Subsequently, the Company has been advised that no funds are owed to Grandbridge Ltd pursuant to this agreement.

Furthermore it should be noted that Grandbridge Ltd has been suspended from trading on the ASX since June 2017 due to its financial position. As its last reporting date it had 56k in the cash resources with a net loss of 22k forecast in operating expenditure for the quarter ending 30 September 2017.

The Company believes the claim is of no legal merit and the Company will strongly defend its position. The Company will keep the market informed on progress of the legal proceeding.

Yours faithfully

A handwritten signature in black ink, appearing to read "Goh Hock", with a horizontal line extending to the right.

Mr Goh Hock
Chairman

MEC Resources Ltd

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