

22 May 2019

ASX Announcements Office
152–158 St Georges Terrace
Perth WA 6000
Australia

PROCEEDINGS LODGED TO STRIKE OUT CLAIM BY FORMER DIRECTOR

Force Commodities Ltd (**Force** or the **Company**) (ASX Code: 4CE) hereby advises that it has lodged interlocutory applications in the District Court of Western Australia in respect of a claim against the Company by Fletcher Tailleur Associates Limited (**FTA**), a Seychelles incorporated company associated with former director, Mr Alistair Stephens.

Mr Stephens was appointed, by the previous Board of Directors, on 28 February 2017, as an Executive Director of the Company.

At the Company’s Annual General Meeting of Shareholders held on 31 May 2017, shareholders overwhelmingly voted against his re-election as a Director with 51,249,541 votes against his re-election and 6,461,255 votes in favour of his re-election.

The Company is defending the claim by FTA for an amount of \$489,866.66.

Having considered the claim by FTA, and based on the legal advice received, the Company has made applications seeking:

1. striking out of paragraphs of the FTA amended statement of claim;
2. security for costs; and
3. immediate taxation of costs thrown away arising from FTA’s amended statement of claim.

The Company is of the view that the claim by FTA is without merit and is confident of it being struck out.

“Force will always protect shareholders interests from ambit claims, such as in this case where there are prescriptive rules set out under the Corporations Act and ASX Listing Rules to prevent a payment such as what is claimed” Mr Jason Brewer, Force’s Managing Director said.

“It is disappointing that both management time and shareholders’ funds are having to be spent dealing with such a matter that is considered not material by the Board.” Brewer added.

END

JASON BREWER

Managing Director
Force Commodities Limited
Tel: +61 (0) 8 6462 1421