

ASX RELEASE

AYIG CONVERTING NOTES MATURITY

The Company announces that it received notices to take PAFtec Pty Limited ("PAFtec") shares from AYIG Noteholders to a value of \$850,000 in accordance with AYIG Trust Deed (as amended).

A total of \$ 2,292,354 Notes were outstanding at the close of business on the maturity date.

Noteholders with \$850,000 in value of such Notes gave the Company notice that they would accept shares in PAFtec at a price of 30 cents per PAFtec share. This equates to 2,833,333 shares in PAFtec. The company currently has 3,016,845 shares in PAFtec. Any transfer remains subject to the pre-emptive rights of the existing shareholders of PAFtec and approval of the transfer by PAFtec, but assuming no shareholders take up their option, and PAFtec approve the transfers the Company will transfer 2,333,333 to such Noteholders in discharge of all or part of their indebtedness under their Notes, resulting in reduction of the total liability under the Notes to \$1,442,354.

The Company will still retain 183,512 shares in PAFtec and at a value of 30 cents per share retains an investment of \$55,054 in PAFtec.

The balance due to the Noteholders of \$1,442,354 is to be converted to ordinary shares in accordance with the AYIG Trust Deed (as amended) which provides for an issue price of 90% of VWAP for the previous 15 trading days of the shares in the Company. The Company confirms that the issue price for such shares will be \$0.0009 per share resulting in the issue of 1,602,615,567 shares giving the Company a total of 2,558,756,829 shares on issue.

The Company's balance sheet will hereafter provide for a reduction in the Company's debt of \$2,294,354 and a reduction in the assets of the Company because of the sale of PAFtec shares of \$ 850,000 (this includes a re-valuation of the remaining shares of PAFtec held by the Company at 30 cents each).

This is an effective net benefit to the Company of over \$300,000 from the conversion of the PAFtec shares at \$0.30 per share.

The Company now no longer has any long term debt and all remaining amounts of debt due to Sol Holdings Inc (\$200,000) and Marvel Seeds Pte Limited (\$200,000) will convert to equity over



the next two months. Each of these sums was approved to convert to shares at the special general meeting of the Company on 26 August 2014 (See ASX announcement 26 August 2014).

The converting notes being provided by Ocean Pacific Management Pte Limited will also convert to equity at 31 December 2014, leaving the Company debt free at such time.

With the above very favourable elimination of the AYIG Converting Note the Company is now in good financial position to proceed with the development of the SuperSorghum business.

Full details of the issue of the shares to the Noteholders as a result of the conversion of the AYIG Notes to AYI shares will be made later this week.

Yours faithfully

A1 INVESTMENTS & RESOURCES LTD



Charlie Nakamura
Director