

**NANOPAC INNOVATION LTD**

**ARBN 169 020 580**

3 September 2018

The Manager  
National Stock Exchange of Australia Ltd  
1 Bligh Street  
SYDNEY NSW 2000

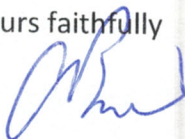
Dear Sirs

**Nanopac Innovation Limited ( NSX:NNO) – Market Update**

Following a series of queries regarding the Company's 2017 annual accounts (the "Accounts") Nanopac Innovation Ltd (NSX:NNO) has decided to request its auditor to re audit the Accounts in order to ensure that they are correct and fully comply with International Accounting Standards. Upon completion of the re-audit of the Accounts the Company will seek to lodge them with NSX and answer all remaining queries.

As a result the Company's shares shall remain suspended until all queries have been dealt with.

Yours faithfully

A handwritten signature in blue ink, appearing to read 'Andrew Bristow', is written over the 'Yours faithfully' text.

Andrew Bristow

Secretary