



ASX Announcement

Monday, 9 February 2009

Loan Facilities – Default

Nylex Limited makes the following announcement concerning its bank loan facilities.

A default has arisen under the company's borrowing arrangements with its bank lenders.

The default relates to certain financial ratios not being achieved at the 31 December 2008 calculation date.

The banks have reserved their rights in respect of the default.

This also constitutes an event of default under the Trust Deed governing the 10% Unsecured Convertible Notes issued by the Company on 8 December 2006.

The Company has given notice of the existence of the default to the Trustee for Noteholders, Australian Executor Trustees Limited.

As previously advised, the Company is in discussion with the banks with a view to renewal of its loan facilities.

Desmond J Kelly
Company Secretary
Nylex Limited