

7 May 2010

The Manager Company Announcements Office Australian Securities Exchange Ltd 4th Floor, 20 Bridge Street SYDNEY NSW 2000

ENTITLEMENT ISSUE SHORTFALL NOTIFCATION

The Board of Directors of Brainz Instruments Limited would like to advise that the shortfall from the recently competed Option Entitlement Issue was 6,367,535.

Pursuant to the previously advised timetable, holding statements for the 31,132,465 Options taken up under the Entitlement Issue will be dispatched on 10 May 2010.

Yours faithfully,

Mathew Walker

Director

For further information please contact:

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