

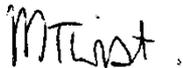
11 September 2013

Update to Potential Sale of Queensland Assets

The due diligence related to the potential sale of certain assets for our Gladstone, Queensland division is progressing well. Terms of any final agreement remain subject to completion of the due diligence process, however the proposed sale of assets is to Berg Engineering Pty Ltd (Berg).

The assets being reviewed by Berg are the major items of plant and equipment from the machining and fabrication divisions in Gladstone. Included in the proposed sale is a value for future orders from our existing Queensland client base related to this plant and equipment.

LaserBond intends for the surface engineering business in Queensland to continue to be serviced from its NSW facility, with support from local representation.



Matthew Twist
Company Secretary