

COSTARELLA DESIGN LIMITED

ACN 091 559 125

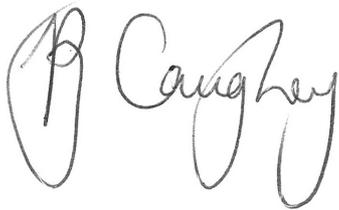
5 December 2008

Convertible Loan Extension

Costarella Design Limited (Company) is pleased to announce that Amrita Capital Limited (Lender) has agreed to increase the facility limit under the original Convertible Loan Agreement with the Company from \$400,000 to \$500,000, under the same terms and conditions as released to the market on 31 July 2008.

Any questions in relation to the Convertible Loan Extension should be directed to the Company's Corporate Director Sam Di Giacomo on 0419 929 701.

Yours Sincerely

A handwritten signature in black ink, appearing to read 'Peter Caughey'. The signature is written in a cursive style with a large, stylized initial 'P'.

Peter Caughey
Company Secretary
ASX: CLD