

ASX ANNOUNCEMENT

7 June 2017

Update

SurfStitch Group Limited (ASX:SRF) (**Company**) has received correspondence from Gadens Solicitors threatening to commence a further open class action against the Company, apparently on the same basis as the class action already commenced against the Company and notified to the market in the Company's announcement of 23 May 2017.

The Company's position is that the filing of a second open class action in these circumstances would be an abuse of process, and has responded to Gadens on that basis.

Further updates will be provided to the market as required.

ENDS

For further information please contact: Matthew Gregorowski or Helen McCombie at Citadel-MAGNUS on +61 (2) 8234 0100.