



**ASX Announcement**

**NOTICE UNDER SECTION 708A**

PearlStreet Limited issued 100,000 shares pursuant to an offer made to sophisticated investors and professional investors (as described in Section 708 of the Corporation Act) on 27 June 2008. The securities are part of a class of securities quoted on the Australian Stock Exchange.

The Company gives this notice pursuant to Section 708A (5) of the Corporations Act.

The shares were issued without disclosure to investors under Part 6D.2, in reliance on Section 708A (5) of the Corporations Act.

The Company, as at the date of this notice, has complied with:

- a) The provisions of Chapter 2M of the Corporations Act; and
- b) Section 674 of the Corporations Act.

The Company advises the following pursuant to s708A(6)(e):

**Acquisition of Freehold Property – 62 McDowell Street, Welshpool**

PearlStreet Limited has acquired the freehold property situated at 62 McDowell Street, Welshpool. The property was acquired from Leighton Industrial Services Pty Ltd pursuant to the exercise of an option created by the Sale and Purchase Agreement for the Metlabs and ITS businesses. The acquisition price was \$1.5m plus GST.

The purchase was funded through a specific facility provided by the Bank of Western Australia Ltd. As a result of the purchase price being below the prevailing market valuation, the acquisition is cashflow neutral.

The Company does not anticipate holding property assets on its balance sheet however it may do so from time to time where the nature of the property has strategic significance to the Company's operations. This situation may arise selectively as the company seeks to rationalise locations where dual premises are occupied as a result of the purchase of the Metlabs businesses. The Company is currently progressing options for selective, strategic property ownership that will remove balance sheet commitments whilst maintaining the necessary security of tenure.

Yours sincerely,

Josie Pane  
**CFO and Company Secretary**