

Media Statement

20 May, 2010

Port Bouvard Ltd announces cornerstone investor

Port Bouvard Ltd has announced the appointment of cornerstone investor FKP, which will assume 29.47% of the company's ownership, after a General Shareholder Meeting to be held in June 2010.

FKP is a diversified development company which has operated for 30 years in Sydney, Melbourne and Brisbane.

Port Bouvard Ltd CEO, John Wroth stated that the agreement reached between the two companies would ensure a strong position of growth.

"This significant investment of funds means that Port Bouvard Ltd can reduce its debt ratio considerably as well as fund the commencement of initial infrastructure works for the Point Grey project," Mr Wroth said.

"However this agreement also has implications for our Gidgegannup project and at this stage we have negotiated with Riseley Investments to cancel our future options for the nominated townsite and rural land holdings.

"We wish to extend our sincerest thanks to Local and State Governments and the Gidgegannup community who have worked alongside us over the last three years in developing a vision for Gidgegannup.

"It is a disappointment to us that Port Bouvard Ltd will not realise this vision, but for the long term sustainability of our company, we must focus on projects that are financially viable."

The future of the 463 hectares, designated as the Gidgegannup town centre, now lies with the original owner Michael Coleman.

Port Bouvard Ltd also reinforced that the company would fulfill its 2010 sponsorship agreements including commitments to the Small Farm Field Day, Gidgegannup Football Club and Gidgegannup Equestrian Club.

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