



ACN 109 330 949

ASX: AYI Suite 606 / 37 Bligh Street, Sydney NSW 2000 Australia

5 January 2015

ASX RELEASE

OCEAN PACIFIC MANAGEMENT PTE LIMITED CONVERTIBLE NOTE

A1 notes the terms of its release on 24 November 2014 in which it was announced that Ocean Pacific Management Pte Limited ("OPM") had failed to make payments to the company in a sum of \$1,600,000 as required by the terms of the approval of the Note by the shareholders at the special general meeting of the company held on 26 August 2014.

OPM failed to respond to the default notice and no further funds have been received from OPM by the company in respect to the Note which results in a total default of \$2,400,000. The terms of the Note provided for conversion of all funds advanced under the Note on 31 December 2014. There is now no capacity for OPM to rectify the default and A1 has reserved its rights against OPM in respect to such default.

Yours faithfully

A1 INVESTMENTS & RESOURCES LTD

A handwritten signature in black ink, appearing to read 'Charlie Nakamura'.

Charlie Nakamura
Director