

27th March 2007

National Stock Exchange of Australia
Ground Floor 384 Hunter Street
Newcastle NSW 2300

BY E-LODGE MENT

Fox Riverside Pty Ltd sells Bulimba property

Property Fox No 2 Limited is a shareholder in Fox Riverside Pty Ltd which is a joint venture company set up to develop three properties on the Brisbane riverfront with Freeman Fox Investments Pty Ltd. On Saturday 24th March 2007 a contract for the sale of its 69 Byron Street, Bulimba property was exchanged for \$3.6million, showing a gross profit of \$425,000. The contract is unconditional with settlement of the sale to take place on 23rd April 2007.

The directors of Property Fox No 2 Limited are pleased with this result as it will provide additional working capital for the development of the remaining riverfront properties. In this respect tenders have been called for the construction of the homes on the site at 27 King Arthur Terrace Tennyson and building is expected to commence shortly.

Shareholders and other interested parties can view the advertisements on the company's website at www.propertyfoxno2.com.au

About Property Fox No.2 Limited

The Directors of Property Fox No 2 Limited have identified the Brisbane Riverfront as a potential property "hot spot" in the coming years.

To take advantage of continuing demand and restricted supply, Property Fox No 2 Limited (through its shareholding in Fox Riverside Pty Ltd and in joint venture with Freeman Fox Investments Pty Ltd) has acquired an interest in a number of prime development sites on or about the riverfront in Brisbane.

It is the intention of the Directors to use the funds raised to fund through the Joint Venture the development of these sites and, depending on the amount of capital used, to pursue the Real Estate Acquisition Mandate in other projects.

Property Fox No. 2 Limited listed on the National Stock Exchange of Australia on 28 February 2007.
For additional information please contact the company on +61-7-3031 9971

Property Fox No.2 Limited Forward - Looking Statements

This document contains forward-looking statements that reflect the Company's current expectations regarding future events. Forward-looking statements involve risks and uncertainties. Actual events could differ materially from those projected herein and depend on a number of factors including the success of the Company's marketing strategy, and various other uncertainties.