

9 August 2017

Greg Fitzpatrick
Head of Market Operations
NSX Limited
1 Bligh Street,
SYDNEY NSW 2000

By E-Lodgement

Dear Mr Fitzpatrick

Re: Company Update Query

Print Mail Logistics Limited (the "**Company**")

Thank you for your letter of 8 August 2017. We respond to your query as follows.

1. Due to an administrative error, the time limit for the exercise of the Option was not noticed. As such the Company will not be proceeding with this until such time as the board has resolved to grant a new option and a new shareholder approval has been sought and obtained.
2. The 2016 Notice of Annual General Meeting of the Company detailed that the balance of shares held by the Company in Print Mail Logistics (International) Pty Ltd (**PMLI**) was 164,000. This is incorrect, as the balance held at 30 June 2016 was 220,000, and this remains the balance as at the date of this letter. As detailed in the first response, the Company confirms that the option exercise will not proceed, and the Company will continue to hold the 220,000 shares in PMLI.
3. In relation to the exercise price, we advise that the exercise price resolved at the 2016 AGM was not \$160,000. The explanatory statement from the 2016 Notice of Annual General Meeting advised that "The exercise price for the First PMLI Option shall be the average cost per share which the Company paid to acquire the PMLI Shares".

Please feel free to contact me if you have any further questions.



Andrew Whitten
Company Secretary