

11 October 2017

The Manager
Company Announcements
National Stock Exchange of Australia
1 Bligh Street,
SYDNEY NSW 2000

By E-Lodgement

Dear Sirs

Company Update

Further to the announcement made to the market on 4 September 2017, Print Mail Logistics Limited (**NSX: PNT**) (**Company**) advises that on 22 September 2017 the Company received notice, inter alia, that the guarantee in relation to the first ranking mortgage to Maitland Mutual Building Society Limited over the land had been assigned to Warratah Investments Pty Ltd (**Warratah**).

Warratah is believed to be an entity related of the Second Mortgagee.

The Company understands that the total amount owing which is secured by the land pursuant to the first ranking mortgage is approximately \$415,648.41.

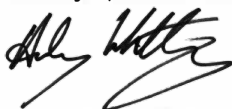
The Company is of the view that the value of the land is higher than the amount guaranteed by the Company.

On 10 October 2017, the Company received a Statutory Demand for Payment of Debt from Warratah, demanding payment of \$412,606.37.

The Company denies that it is liable pursuant to the guarantee in circumstances where the security interest in the land would fully discharge the guaranteed debt.

The Company has instructed its lawyers to take necessary steps to set aside the demand and is considering what other legal remedies it has available to it.

For any questions, please contact the undersigned on + 61 2 8072 1400.



Andrew Whitten
Company Secretary