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Settlement Negotiated between Telezon Ltd & Friedman Capital Pty Ltd

HIGHLIGHTS:

- **Proceedings against Friedman Capital Pty Ltd Discontinued**
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The Board of Telezon[®] Limited ("the Company") wishes to advise the market and its Shareholders that Telezon and Friedman Capital Pty Ltd ("Friedman Capital") have reached a negotiated settlement and as a result, the proceedings against Friedman Capital have been discontinued. The 'charge' held by Friedman Capital is now formally discharged, released and de-registered.

In a mutually agreed commercial arrangement, Telezon has agreed to pay Friedman Capital an amount to settle the proceedings which is an amount less than the sum plus accrued interest that was claimed by Friedman Capital. This negotiated settlement is not an admission by Telezon of the debt claimed by Friedman Capital, but rather an avoidance of the costs and uncertainty of continued litigation.

For and on behalf of Telezon Limited,

Dr Michelle Carr
Director & Co. Secretary
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