

23 May 2007



Manager Announcements
Company Announcements Office
Australian Stock Exchange Limited
10th Floor, 20 Bond Street
SYDNEY NSW 2000

via electronic lodgement

Dear Sir/Madam,

SOLIMAR ACQUISITION BY LIVINGSTONE ACCEPTED BY SOLIMAR SHAREHOLDERS

Further to the proposed acquisition of Solimar Energy Pty Ltd as announced on 10 May 2007, Livingstone is pleased to confirm it has currently received acceptances of its offer to Solimar shareholders representing 87% of Solimar shares on issue.

The acceptance of the offer by the remaining Solimar shareholders is now compulsory, as Solimar shareholders are subject to a drag along obligation triggered once more than 75% of shares have accepted the acquisition proposal. Accordingly, the requirement for acceptance of the offer by 100% of Solimar shareholders will be satisfied.

Livingstone is finalising a Notice of Meeting for its shareholders in order to obtain approval for the Solimar acquisition, and is planning to hold the General Meeting prior to 30 June 2007.

For any queries in relation to this matter, please contact the Company Secretary on +61 8 9324 1177.

For and on behalf of the Board