



ACN 118 159 881

13th April 2012

Company Announcements Office

Australian Securities Exchange
10th Floor
20 Bond Street
SYDNEY NSW 2000

COMPANY UPDATE

Further to the Board of Oz Brewing Limited's ("OZB" or the "Company") announcement on 8th March 2012 that the Company had issued Volcan Australia Corporation Pty Ltd ("VOL") with a Notice of Breach, Claim and Demand for a break fee in the amount of \$2,000,000 ("Break Fee") under the Heads of Agreement signed on 31 January 2012 ("HOA"). On 10 April 2012, OZB issued VOL with a Notice of Termination of the HOA.

OZB has since issued a Writ of Summons against VOL in the Supreme Court of Western Australia claiming the Break Fee or, alternatively, common law damages or, alternatively, restitution including equitable compensation, together with costs and interest.

Yours sincerely,

A handwritten signature in black ink, appearing to read "David Wheeler".

David Wheeler
Chairman