

Savannah Yachts

A division of :-

SAVANNAH GLOBAL PTY LTD

PO Box 224,
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Queensland, 4567
AUSTRALIA

ABN 20 104 593 535



Jeff Smith

10th May 2006

Executive Manager

Port Binnli Pty Ltd

PO Box 1001, Spring Hill, QLD 4004

Dear Jeff

This letter is to offer you my full support in your endeavour to develop the North Eastern Business Park on the Caboolture River. I understand that the focus of this development is to establish a marine precinct for the boating industry of SE Qld and a service centre for boats cruising the South Pacific. There are few remaining sites with ocean access available for large boats such as the modern wide catamaran. I have searched the Sunshine Coast as far as Tin Can Bay and there are virtually no boat ramps with street access clear enough to take a boat similar to the Savannah 1650, a boat that Savannah Yachts launched in 2005.

I am looking for premises to continue building this type of large modern sailing and motor catamaran as I have clients wishing to have boats built. The problem, however, is the transport and launching of these vessels. Your proposed development has the potential to supply boat building facilities which would have good access to open water.

The Caboolture River is navigable well past your site with navigation marks already in place. The site is protected from strong storm or cyclonic events.

The proposed site is close enough to Brisbane and Gold Coast suppliers that no excess freight costs would be incurred. It is also close enough to the labour pool in the northern suburbs of Brisbane.

SE Queensland has been developing as a major manufacturing area for the new type of ocean going sailing and motor vessel, however it is restricted in respect to the wide bodied catamaran that is becoming popular. Your site has the potential to provide facilities for these boats. I look forward to your development going ahead.

Yours faithfully,

A handwritten signature in cursive script that reads "David Heckendorf".

David Heckendorf,

Managing Director, Savannah Yachts.