



## ASX ANNOUNCEMENT

20 MAY 2005

### RESULTS OF GENERAL MEETING

The Directors are pleased to announce that all of the resolutions considered at today's General Meeting have been passed, which included changing the name of the Company to **Magnetica Limited**.

These are substantial steps in clearing the way to completing the planned restructuring of the Company and the reinstatement of the shares of the Company to trading on the Australian Stock Exchange Ltd.

Following the restructuring of the board, including the key appointments of the Chairman and Managing Director, and the (seed) capital raising completed at the end of 2004, the Company has made substantial progress in positioning Magnetica for its reinstatement on the ASX and its plans to issue a prospectus.

The Chairman announced that confidential negotiations with prospective manufacturers and partners were proceeding well and that it was hoped to complete these negotiations to facilitate the proposed Capital Raising in a July/August timeframe.

#### Notice

Notice is hereby given, in accordance with Listing Rule 3.13.2 and Corporations Law Section 251AA(2) that at the General Meeting of the Company held today that the resolutions as set out below were passed by a show of hands without amendment.

1. That in accordance with and pursuant to the provisions of 257(B) and 257D(1) of the Corporations Act the shareholders approve the selective buy-back by the Company from BK Hospitality Pty Ltd (In Liquidation) of 1,616,859 shares in the Company at the price at which shares are to be issued by the Company pursuant to a prospectus to be issued by the Company and from Bradley Keeling Management Pty Ltd (In Liquidation) of 1,623,376 shares in the Company at the price at which shares are to be issued by the Company pursuant to a prospectus to be issued by the Company.
2. That for the purpose of ASX Listing Rules 7.1, 10.11 and Chapter 2E of the Corporations Act shareholders approve the issue to Mr Howard Stack 500,000 options to subscribe for fully paid ordinary shares in the capital of the Company in accordance with the terms outlined in the Explanatory Memorandum accompanying this notice of meeting.
3. That for the purpose of ASX Listing Rules 7.1, 10.11 and Chapter 2E of the Corporations Act shareholders approve the issue to Mr Peter Grogan 300,000 options to subscribe for fully

Magnetica Limited  
(formerly Koala Corporation Australia Limited)  
ACN 010 679 633  
Registered Office:  
Level 2, 307 Queen Street  
Brisbane QLD 4000

paid ordinary shares in the capital of the Company in accordance with the terms outlined in the Explanatory Memorandum accompanying this notice of meeting.

4. That for the purpose of ASX Listing Rules 7.1, 10.11 and Chapter 2E of the Corporations Act shareholders approve the issue to Dr Phillip Dubois 300,000 options to subscribe for fully paid ordinary shares in the capital of the Company in accordance with the terms outlined in the Explanatory Memorandum accompanying this notice of meeting.
5. That for the purpose of ASX Listing Rules 7.1, 10.11 and Chapter 2E of the Corporations Act shareholders approve the issue to Dr Charles Ho 300,000 of options to subscribe for fully paid ordinary shares in the capital of the Company in accordance with the terms outlined in the Explanatory Memorandum accompanying this notice of meeting.
6. That for the purpose of ASX Listing Rule 7 and for all other purpose shareholders approve the Magnetica Limited Executive Share Options Plan (Plan), details of which are contained in the Explanatory Memorandum accompanying this notice of meeting.
7. That in accordance with the provisions of Listing Rules 7.1 and 10.11 of the official Listing Rules of the Australian Stock Exchange Limited, and Chapter 2E of the Corporations Act and for all other purposes the shareholders approve the issue of 3,000,000 options to Dr David Evans in accordance with the terms outlined as set out in the Explanatory Memorandum accompanying this notice of meeting.
8. That the name of the Company be changed to Magnetica Limited.

In respect of the resolutions, the total number of proxy votes exercisable by all proxies validly appointed and the total number of proxy votes in respect of which the appointments specified that:

- I. The proxy was to vote for the resolution; and
- II. The proxy was to vote against the resolution; and
- III. The proxy was able to vote at the proxy's discretion; and
- IV. The proxy abstained from voting

are set out below:

Resolution	For	Against	Discretion*	Abstain	Total
1	2,686,552	36	375,000	-	3,061,588
2	1,068,750	979	375,000	1,616,859	3,061,588
3	1,068,750	979	375,000	1,616,859	3,061,588
4	1,068,750	979	375,000	1,616,859	3,061,588
5	1,068,750	979	375,000	1,616,859	3,061,588
6	1,069,626	103	375,000	1,616,859	3,061,588
7	1,068,750	979	375,000	1,616,859	3,061,588
8	1,068,950	779	375,000	1,616,859	3,061,588

\*Note: All discretion proxies were voted FOR all resolutions

For further information, please contact the Company Secretary on (07) 3303 0699.

By Order of the Board  
 DP Cornish  
 Company Secretary  
 20 May 2005

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