

GLOBAL PROPERTIES LIMITED

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The Manager
Australian Stock Exchange Limited
Exchange Centre
20 Bridge Street
Sydney NSW 2000

Dear Sir,

Agreement to make an Investment in Audio Pixels Limited

Global Properties Limited is pleased to announce that it has entered into an agreement to purchase an equity and convertible loan interest in Audio Pixels Limited, a development company based in Tel Aviv, Israel subject to several closing conditions, including Global Properties shareholder approval.

Global Properties Limited has entered into an agreement to purchase Preferred A shares and Secured Promissory Notes for a total purchase consideration of US\$1m cash from two existing unrelated investors. These Preferred A shares represent approximately 41% of the current issued capital of Audio Pixels Limited.

ASX Limited has advised that Listing Rule 11.1.2 applies to the Proposed Transaction and accordingly the Company will call a shareholders meeting on a date to be determined in September 2010 to consider the Proposed Transaction and vote on the Directors' recommendation to approve the Proposed Transaction. The three directors of Global Properties whose relevant interests in the shares of Global Properties amount to 6,048,489 ordinary shares (38.8%) will vote in favour of the Proposed Transaction.

It is proposed that Fred Bart will join the board of Audio Pixels Limited on closing as one of four directors of Audio Pixels Limited.

Audio Pixels Limited was founded in July 2006 has developed a revolutionary technological platform for reproducing sound, thus enabling the production of an entirely new generation of speakers that will exceed the performance specifications and design demands of the world's top consumer electronics manufacturers.

The Company's patented technologies employ entirely new techniques to generate sound waves directly from a digital audio stream using low cost micro-electromechanical structures (MEMS) rather than conventional loudspeaker elements. This innovation enables the production of speaker products that deliver performance that is many orders of magnitude better than conventional speaker technologies, all in an affordable package that is only one millimetre thick.

The Company's MEMS-based Digital Sound Reconstruction platform enables the market for audio speakers to follow the evolution of the video display market from large, heavy analog tube based monitors to the digital flat panel displays of today. Driving the rationale for change in audio speakers is the ever-increasing demand for smaller, thinner, clearer sounding, more power-efficient speakers. Conventional speaker technologies remain deeply rooted in the original voice coil inventions of Alexander Graham Bell. The inherent limitations of such speakers prohibit the delivery of quality sound in smaller packages. Audio Pixels innovative patents in the fields of electromechanical structures, pressure generation, acoustic wave generation and control, signal processing, and packaging, combine to forever change this paradigm.

Market research overwhelmingly suggests that both manufacturers and consumers alike are starving for real innovation in audio speakers, in particular for good quality sound in a form factor that is far more compliant with current device and lifestyle trends. While the industry at large has been able to digitize and shrink all other device electronics, the last remaining barrier is the speaker, which remains large, heavy, bulky and extremely restrictive.

Upon achieving mass production capabilities the Company plans to sell and/or license its products to the manufacturers of speakers and consumer electronic devices worldwide, that collectively consume billions of speaker units annually. Audio Pixels will produce and sell a single type of silicon chip that can be used either as a standalone speaker or cascaded in any multiples of the same chip in order to achieve the desired performance specifications. This modular paradigm is entirely unique to the audio industry, which today expends significant resources designing and specifying new drivers, acoustic chambers and drive electronics for each new device. Audio Pixels' innovative approach not only facilitates maximum flexibility to its customers, it further enables the customer to calibrate on the design and production on a singular product model, maximizing economies of scale, while limiting overhead associated with multiple versions of products.

Management of Audio Pixels maintains active exchange with industry leading companies spanning a broad cross section of the MEMS and consumer electronic industries. Audio Pixels has already demonstrated the technology to potential customers and strategic partners.

Audio Pixels Limited is a development stage company and there is not expected to be any revenue or profit impact on the results for Global Properties Limited for the current calendar year from the current investment. Global Properties Limited continues to hold its commercial investment property and securities in listed entities in Australia.

Yours faithfully,

Fred Bart
Director