



25 October 2006

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Dear Option Holder

**EXPIRY OF LISTED OPTIONS (ASX CODE: ORCO)**

We confirm that you are the holder of 20000 (**Options**) in Orchid Capital Limited (**ORC**). This letter is to notify you of the impending expiry of your Options at 5:00pm WST on 30 November 2006 (**Expiry Date**).

In accordance with ASX Listing Rule 6.24, ORC provides you with the following information:

- (a) each Option entitles you to apply for one fully paid ordinary share in the capital of ORC;
- (b) the exercise price payable to exercise your Options by the Expiry Date is 5 cents per Option;
- (c) if you fail to exercise your Options prior to the Expiry Date, those Options will lapse and you shall have no further right or entitlement to those Options;
- (d) quotation of the Options on Australian Stock Exchange Limited (ASX) will end on 22 November 2006;
- (e) the last available closing price of the listed shares in ORC prior to the date of this letter was 3.5 cents;
- (f) the last available closing price of the Options prior to the date of this letter was 0.4 cents;
- (g) the highest and lowest market sale price of ORC's shares on ASX during the 3 months immediately preceding the date of this letter and the respective dates of those sales were:
- (h) Highest: 3.6 cents from 28 August 2006 to 18 October 2006
- (i) Lowest: 3.3 cents from 26 July to 25 August;
- (j) the highest and lowest market sales price of ORC's Options on ASX during the 3 months immediately preceding the date of this letter and the respective dates of those sales were:
  - Highest: 0.4 cents on 24 and 25 October 2006
  - Lowest: 0.1 cents from 26 July 2006 to 13 September 2006 and from 29 September 2006 to 17 October 2006;

If you have any questions in relation to any of the above please contact the Company Secretary, Norman Grafton, on 9321 3664 or 0438 088 189.

Yours faithfully

**NORMAN GRAFTON  
COMPANY SECRETARY  
ORCHID CAPITAL LIMITED**