
ANNOUNCEMENT TO THE ASX

Acquisition of Alpha Aviation Limited

Sydney, 2 February 2007 – Gregory Australia Limited (ASX: GIL) is pleased to announce that it has received acceptance from the one Shareholder of Alpha Aviation Limited (**Alpha Aviation**) who had not accepted the offer to acquire shares in Alpha and that now acceptances have been received from 100% of the shareholders.

The acquisition of Alpha Aviation is still subject to:

- Gregory shareholders consenting to the transaction at an Extraordinary General Meeting;
- A due diligence in respect of the financial, contractual, trading and taxation position; and
- Various consents from the landlords of the Leasehold Property, the Bank of New Zealand and the NZ CAA;
- Alpha Aviation has also announced that it has received FAA Type Certification for its Alpha 160A aircraft in the United States. The FAA certification will now enable the company to actively market and sell our aircraft in the United States.

Text of Alpha Aviation Announcement

ALPHA AVIATION RECEIVES FAA CERTIFICATION

New Zealand aircraft manufacturer, Alpha Aviation, has been cleared for take-off in the United States. The company's flagship aircraft – the Alpha 160A – a two-seater, aerobatic training aircraft has just received Federal Aviation Administration (FAA) certification.

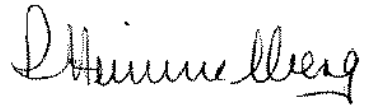
Alpha Aviation says that the company has already received many enquiries from the United States.

"Our aircraft have already proven to be of considerable interest to United States aero clubs and flying schools. FAA certification will now enable us to actively market and sell our aircraft in this hugely significant market."

Alpha Aviation purchased the rights to the aircraft from French company Apex Industries for the Alpha 2000 series (formerly known as the Robin R2160 and R2120) training aircraft in late 2004. Since then, the company has established a facility at Hamilton Airport, translated all the aircraft plans from the original French, invested considerable funds in development to improve and update the aircraft, and employed a staff of leading New Zealand aircraft engineers and assemblers to get the job done.

The Alpha 2000 series comprised of the basic trainer Alpha 120T, the fuel injected aerobatic trainer and cross-country touring Alpha 160Ai, and the FAA certified 160A aerobatic trainer aircraft, is now selling in the United Kingdom, Australia and New Zealand.

"2006 has been a watershed year for Alpha Aviation. Our first New Zealand-built aircraft came off the production line in April 2006 and orders have continued to come in. We were also delighted to receive the Supreme Award for New Zealand Engineering Excellence 2006, a hotly contested award and a major achievement for a fledgling company".

A handwritten signature in black ink, appearing to read "R. Himmelberg". The signature is fluid and cursive, with a prominent initial "R" and a long, sweeping underline.

Robyn Himmelberg
Company Secretary.