
ANNOUNCEMENT TO THE ASX

Sydney, 21 August 2006 – Gregory Australia Limited (ASX: GIL) is pleased to announce that agreement has been reached to acquire up to 30% of the shares in Data Info Tech Pty Limited (“DIT”).

A Letter of Intent has been executed and final agreement is subject to valuation and due diligence. Once unconditional, DIT will issue Gregory with the equivalent of 15% of the capital of DIT in new ordinary shares in exchange for a payment in the sum of \$135,000.

Gregory will also secure, at no extra cost, an option that may be exercised on or before 30 November 2006, to acquire a further 15% of DIT’s capital for an additional payment of \$135,000.

Following exercise of the option, Gregory will have acquired 30% of DIT for the total sum of \$270,000.

About the acquisition

DIT was established in 2005 as a specialist Research and Development Company for developing and commercialising innovative information system data capture and transfer solutions. The applications being developed by DIT are very closely aligned to the development of new products for Opentec, Gregory’s computing solutions subsidiary.

DIT will concentrate on developing products, which combine electronics, computer hardware and software with a special focus on GPS technologies. Of special interest to Opentec, is the commercialisation of the SEDAH system, an innovative, miniaturised, differential GPS data collection device.

The SEDAH system, to which Gregory has secured the exclusive rights as part of this transaction, incorporates four technologies into one handheld unit:

- A miniature, highly accurate differential GPS unit;
- The ability to collect and combine detailed spatial and environmental data;
- Advanced communications capability; and
- Advanced data capture, synchronisation, storage and analysis features.

A provisional patent for the system has been secured for Australia and the USA. A full patent is expected to be issued on or about September 2006.

Your directors believe that the acquisition of a strategic interest in DIT is a further example of Gregory meeting its stated objectives of bringing together companies and products that have a uniting theme of:

- Proven innovation;
- Inspired design; and
- Ownership of intellectual property,

And therefore, the proposed acquisition of a 30% interest in DIT is in line with the existing business strategy of Gregory.



Richard Sealy
Chairman