

Perry Dines Corporation Ltd

Chairman's Report for 2016

Dear Shareholders,

The Board of the Company have investigated a number of potential opportunities during the past year. While several possibilities have showed promise we have been unable to date to progress a transaction to the stage of requesting shareholder support to proceed. Further research and investigation continues in the search for a reverse acquisition to utilise the company structure and shareholder base.

Shareholders are welcome to contact the Directors if they know of a potential opportunity to grow the Company, either by reverse acquisition, or by direct investment. It is likely that Perry Dines will embark on a capital raising amongst existing shareholders during this financial year to assist funding working capital and investment.

Several steps were taken to refresh and reduce our share register and we now have circa 1500 active shareholders in the Company.

On behalf of all shareholders I would like to thank my fellow directors, Brian Roulston and Michael Greer for their energy and efforts over the past twelve months.

Your directors will continue to identify and unlock an opportunity to deliver a positive outcome for shareholders.

Kind regards

A handwritten signature in black ink, appearing to read 'Alistair Ward', with a stylized, cursive script.

Alistair Ward

Chairman of Directors.

26th August 2016.