

24 July 2018

UPDATE ON FORENSIC REVIEW

Upon the removal of Mr Glen Darby as a director and the replacement of Condor's entire board on 5 July 2016, Condor's new Board of Directors commenced a forensic review of the Company's historical transactions and arrangements. This forensic review has been in progress since 5 July 2016 and has encompassed all of the Company's historical dealings up until that date, to the extent that available resources have permitted.

In the course of this review, the Company and its advisers have uncovered substantial evidence indicating that Condor was the victim of a series of frauds and attempted frauds during the years preceding 5 July 2016.

Further, Condor's Board has become aware of various material falsehoods in Company announcements published prior to 5 July 2016. The Board advises that no announcement issued prior to 5 July 2016 should be relied upon.

The forensic review is continuing. The frauds and other wrongful acts identified by the Board have caused significant loss and damage to the Company, and the Board intends, where practical, to seek compensation for losses suffered by the Company. The potential outcome of any such effort remains uncertain.

The Board intends to make every reasonable effort to preserve the Company's ASX listing. However, in light of contraventions that have occurred prior to 5 July 2016, the Company's continued status as a listed entity can not be assured.

The Company and its directors continue to actively cooperate with relevant law enforcement agencies. Evidence and other relevant information uncovered by the review has been passed to ASIC and NSW Police.

Further updates will be provided in due course.

Joshua Farquhar
Executive Chairman