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5th April 2007

Company Announcements Office
Australian Stock Exchange Limited
20 Bridge Street
SYDNEY NSW 2000

Dear Sir

Re: Chairman's Address to EGM held 5th April 2007.

The four resolutions being put before this meeting will pave the way forward for the Company.

The first three resolutions concern the raising of funds to complete the development of the Company's Mantuan Downs resource, and provide working capital for the Company as it establishes markets for its bentonite products.

Under Corporations Law, we cannot place more than 15% of our total issued shares to investors each year without shareholder approval.

At the 31 December 2006, we had 256 million shares on issue. 15% of that total is 38 million shares. In November and January we placed a total of 9 million shares to professional investors. On 5th March this year, TechStar signed an agreement with Bell Potter to raise \$2.5 million. We received the first tranche of \$1 million this week, but placement of the second tranche of \$1.5 million was constrained by the 15% rule, and therefore was conditional upon shareholders approving these Resolutions.

Resolutions 1 and 2 ratify the November and January issues of shares to investors, and effectively "clean the slate" with regard to the 15% rule. Resolution 3 authorises the issue of up to 75 million new shares to enable the Company to raise the necessary funds.

Finally, Resolution 4 asked for approval of a new name for the Company which more accurately reflects our business direction. Pacific Enviromin Limited highlights the fact that we will be looking to create markets for our products around the Pacific Rim, we will be focused on mineral exploration and production, and we will continue to develop and market environmental remediation products based on our bentonite.

The new ASX code for Pacific Enviromin Limited will be PEV, and the new email address will be info@PacEnviromin.com.

The Board recommends the four resolutions to you.

Finally, I am pleased to report that the extension of our business into other sought-after industrial minerals continues. We previously reported making applications for tenements for various industrial minerals. Applications have now been granted for tenements identified with Nepheline Syenite and Rare Earths (both in Queensland).

Nepheline Syenite is a major input into the manufacture of glass and ceramics and is currently shipped from Europe to the Asia Pacific manufacturers. Rare Earths are a range of high value rare minerals which are key inputs into high quality alloys, and in the electronics and technology markets, including mobile phones, computers, and LCD and plasma display screens.

With funding in place to develop Mantuan Downs bentonite resource, and the expansion of our industrial mineral portfolio, the Board is confident that Pacific Enviromin has a strong future as a processor and seller of industrial minerals, and as a developer of world-leading mineral-based environmental remediation technologies.

Yours faithfully

TECHSTAR LIMITED

A handwritten signature in black ink, appearing to read 'B.P. Jones', written in a cursive style.

Brian P Jones
Chairman