

PRESS RELEASE

Thursday, 27 June 2002

PAPERLINX COMPLETES INSTITUTIONAL CAPITAL RAISING

PaperlinX today announced that it has completed the institutional component of the capital raising, as part of the funding package for the acquisition of Bunzl Fine Paper, as announced on 26 June, 2002.

A total of 26,041,667 shares have been placed at a price of A\$4.80 per share. This price reflects an approximate 5% discount on the previous closing price, adjusting for the final dividend for which the new shares are not eligible. The total amount raised by this placement is approximately A\$125 million. Settlement of the institutional component has been underwritten by Deutsche Bank and UBS Warburg and is expected to be completed on 2 July, 2002.

Ian Wightwick, Managing Director of PaperlinX, stated, "The placement reflected a good result in turbulent market conditions and PaperlinX thanks our new and existing institutional shareholders for their support".

A share purchase plan (SPP) seeking to raise A\$50 million will be offered to eligible existing Australian and New Zealand shareholders at the same price of \$4.80.

The record date for the SPP is 4 July, 2002 and offers are expected to be sent to eligible shareholders on 9 July, 2002.

Disclaimer:

The securities referred to in this announcement will not be or have been registered under the Securities Act of 1933, as amended and may not be offered or sold in the United States, or to or for the account or benefit of United States persons, absent registration or an available exemption from registration. This announcement has been prepared for publication in Australia and may not be released in the United States.

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