

3 July 2007



ANNOUNCEMENT

SALE OF MEDIHONEY PTY LTD

At a Special General Meeting held on 15 May 2007 shareholders authorised the sale of Medihoney to Comvita for consideration of A\$6 million. The purchase price was A\$500,000 in cash and A\$5.5 million in Comvita Limited shares.

The sale transaction has now been completed and Capilano now holds shares representing 8.04% of Comvita.

Please refer to the Supplementary Prospectus dated 3 July 2007 for further information.

A handwritten signature in black ink, appearing to read 'E J Bailey', with a horizontal line underneath.

E J Bailey
Company Secretary