

28th July 2004

Mr. David Wharton
Managing Director
MediDive
255/71 Beeston St
Teneriffe QLD 4005

Dear David,

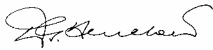
PRODUCT DEVELOPMENT BY MEDIDIVE

At our last Board Meeting a presentation of your innovative product development and objectives was given to the board members by our Executive Director, Mr. Col McKenzie.

It was resolved by unanimous vote that our association would endorse your efforts and assist you where possible in bringing your product to commercial reality. Asthma sufferers will, we are sure, be very excited with your product and when you have fully developed the product and have obtained Asthma Council approval, all our members have expressed an interest in using the product on board their vessels.

Your product could open up the dive and snorkelling market for many people that can not currently safely participate but would wish to do so. We look forward to seeing you complete this exciting project.

Yours truly,



David Hutchen
Chair