



Release to Australian Securities Exchange

Company Update

22 December 2010

Further to previous announcements by Redflex Holdings Limited ("Redflex") about the formal process being undertaken to test potential third party interest in the Company, Redflex has completed the due diligence phase of this process and has now received conditional, confidential and incomplete acquisition proposals.

Redflex is continuing to negotiate with a number of parties, including Macquarie Group, and expects to advise shareholders in early 2011 whether it has been able to reach acceptable terms with any of these parties.

No assurance can be given that these discussions will result in any formal proposal being made to Redflex shareholders.

The Board will update shareholders on this matter as and when appropriate.

For further information:

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