



REDFLEX
H O L D I N G S

Redflex Holdings Limited

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Release to Australian Stock Exchange

Redflex Acquires Poltech and Locktronic Assets

17 December 2003. Directors are pleased to advise that Redflex has signed an agreement with the Administrators and Receivers of Poltech International Limited and Locktronic Pty Ltd to acquire assets of both companies. This includes inventory, fixed assets and intellectual property including the Poltech patents, approved in 20 countries and is expected to provide access to the contracts which Poltech has with a number of government agencies.

The acquisition will result in payment to the Administrator of approximately \$1.3 million with a proportion of this conditional on successful renegotiation and transfer of key contracts.

Directors believe that this will add significant shareholder value with a 100% increase in Redflex domestic installed base to 170+ systems in the Australian market across seven states and territories, European approvals and improved market access and will position the company for further rapid growth. The LaserCam NT portable speed enforcement product acquired through this transaction will extend Redflex Traffic Systems product line in the important speed enforcement market and complement the Redflex digital fixed and mobile speed enforcement products. In the USA market Redflex expects to negotiate the effective transfer of three existing Poltech contracts to Redflex, to enhance the profitable installed base of photo enforcement systems operated by Redflex Traffic Systems.

For further information:

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