

Chairman's letter:

Ascend Asset Management Limited
Level 12, 280 George Street Sydney NSW 2000

Dear Investor

On behalf of the Board of Directors, I am delighted to offer you the opportunity to participate in the share offering of Ascend Asset Management Limited (Ascend) (the Company). We are very excited about the prospects for shareholders to join us in the growth and development of Ascend and as such, invite you to read the attached Information Memorandum.

Background:

Ascend is an Australian company that was formed in 2005. Ascend's business is focused on two key areas, capital raising and funds management.

Capital Raising:

The Board of Directors has specialist expertise and established networks (spanning over 40 years) in assisting unlisted companies to raise capital either privately or through a stock exchange. Central to this business is the ability of the Board to successfully identify companies exhibiting a particular market niche to provide outstanding opportunities for future capital growth. Over the last two years, the Directors have assisted over 20 companies with their public listing requirements on either the Australian Stock Exchange, ASX or the Newcastle Stock Exchange, NSX. These successful listings have primarily focused on the natural resources sector (mineral, energy and commodities) as well as biotechnological companies (involved in researching and developing new products in healthcare, diagnostics, therapeutics and medicines). In the view of the Directors, these sectors offer significant investment potential. At the time of writing, an example includes Ascend assisting Murchison Metals which offered stock at 5c to investors and reached \$1.85 at its highest point once listed (nearly 3600% return!!). The lowest return achieved from a company's public listing and subsequent trading is 200%.

Funds Management:

The Board is making this Share Offer in order to raise working capital to firstly meet the costs of the Offer and general operating costs of the Company, and secondly, to provide funding for the Company to implement the next stage of its business plan. This involves developing an Investment Management business utilising the investment experience of the Directors as a means of increasing business income. Part of this business plan involves applying for an AFSL as well as the development of a managed fund known as the AAA Ascend Seed Capital Fund. This Fund allows the specialist skills of the Board to be accessed through a cost effective managed fund. The Fund will focus on making 'real' returns for investors (as has been achieved in Ascend's capital raising business). This involves using Ascend's own fundamental proprietary research to seek out an investment opportunity before 'real' value has been realized. The Fund will invest in stocks exhibiting significant growth potential, including the natural resources and biotechnological sectors. It is anticipated that prospective unitholders will be offered units in the Fund through a Product Disclosure Statement in April 2007.

Key Features: An opportunity to invest in the Company at 25c per share with an option attached to each share:

- Shareholders can benefit from the experience and intellectual expertise of the Management Committee in identifying companies that will outperform (including pre-listed and listed stocks).
- The Company has a very successful track record to date in assisting over 40 companies with their capital raising requirements (either privately or public listings on an exchange).
- The Company is a boutique funds management operation providing exciting opportunities for investors to make 'real' returns.
- The opportunity to develop a funds management business will provide a strong foundation for future income growth through the receipt of an ongoing annual management performance based fees.
- Ascend will develop a managed fund to meet market demand for a pooled vehicle investing in unlisted companies.
- Ascend will develop a suite of unlisted funds investing across a number of asset classes.
- Ascend will consider distribution to overseas investors depending on the success of the suite of funds.
- Ascend has made an application for an AFSL (Australian Financial Services License).
- The Board of Directors have a vested interest in pursuing the success of this business.

We encourage you to read this Information Memorandum carefully in its entirety, and if necessary, please seek independent professional accounting, taxation or financial planning advice before deciding to invest. On behalf of the Board of Directors, it is our pleasure to welcome you as a shareholder of Ascend. We look forward to achieving a long and rewarding future in capital raising and funds management.

Yours sincerely,

Peter LeMessurier
Executive Chairman
Ascend Asset Management Limited