

## ANNOUNCEMENT

Hemp Resources is pleased to announce the issue of two licenses for growing, processing and manufacturing industrial hemp in Western Australia and Queensland. Input from the farming sector for the proposed paper mill is ongoing positive. A number of locations are being looked at around the state.

Managing Director and CEO of Hemp Resources, Kim Hough was a guest with Rural Focus on the Radio West network to talk on the hemp topic, which aired on 29th March 2006. Kim was also invited to talk at the Organic Growers Association April 12 meeting in Roleystone on the benefits of industrial hemp, covering the production of food, oil for cosmetics, fiber for clothing, paper and cardboard (food packaging), plastics and building materials as well as bio-fuel.

Currently we have rolls of hemp textile blends in stock. Please visit us at **842 Beaufort Street Inglewood Perth** or call **9371 8344** to view the range.

H.R. Annual General meeting was held on 10 May 24, 2006. This last year H.R. has acquired manufacturing process of TCF (Total Chlorine Free) bleached pulp and food wrapping paper from depithing corn stalk to be valued into our company soon. This goes with the TCF whole hemp stem process we have already acquired. H.R. is looking to list on the Australian Stock Exchange towards the end of the year. The Western Australian Department of Agriculture is working with H.R. to help start hemp seed plantings as soon as possible.

Stockholders were glad to see all H.R. directors at the annual general meeting including our three Chinese directors.

- **Mr. Jiali Xu**, the founding partner of the L&A Law Firm, the first post doctorate researcher in Intellectual Property Rights in China. Mr. Jiali Xu serves as the Deputy Director of the Economic Law Committee of China Bar Association.
- **Professor Shao Chu Luo** has worked as paper specialist on the TCF hemp whole stem paper process since 1981 at the Shenyang Institute of Natural fiber.
- **Mr. Tian Xin** is Director : Shenyang Changer-Tongxin Intelligent Engineering and was the youngest Supreme Court Judge in China.

Mr. Jan Tschierschky, Environmental Consultant and Mr. Gordon Mackie, International Textile Engineer consultant, helped to work out options for the paper mill factory. This would be the biggest TCF paper mill in Australia

Hemp's ability to replace trees as a pulp source and reduce clear cutting is viewed as one of hemp's strongest environmental attributes. This is what brought together the best team of hemp experts around the world.