



To: New Zealand Exchange Limited
Subject: General Announcement
Date: 29 May 2009

Botry-Zen Limited (the "Company") announces the following matters to the market:

- 1 The Bank of New Zealand has renewed its commitment to the Company's overdraft facility for a maximum amount of \$1.2 million. The renewed facility has a termination date of 30 May 2010.
- 2 The Company has executed a share subscription agreement with Melic Innovators Limited ('Melic') for the issue of 45,454,545 ordinary shares at an issue price of \$0.022 being in aggregate an amount of \$1,000,000, subject to all necessary shareholder approvals for the purposes of the Companies Act 1993, the Listing Rules and the Takeovers Code being obtained. The necessary approvals will be sought from shareholders at the Company's annual meeting to be held on 24 July 2009.
- 3 The Company has also executed a loan agreement with Melic in the amount of \$405,000 available to be drawdown at the Company's request. The loan is intended to provide the Company with capital in advance of it obtaining the necessary shareholder approvals for the issue of ordinary shares under the share subscription agreement. In the event that the necessary shareholders agreements are obtained, the loan will be repaid by the Company issuing ordinary shares to Melic at the issue price provided for under the share subscription agreement in reduction of the aggregate number of shares required to be issued by the Company under the agreement. The interest rate payable by the Company on the loan represents a small margin over the rate payable on its Bank of New Zealand overdraft facility.

Melic previously operated Bush Road Limited, a prominent food processing operation based in, Mosgiel, Otago, and played a key role in the provision of capital to the company in September 2008.

Stephen Higgs
Chairman

On behalf of the Board of Directors