



20 July 2007

The Listing Manager  
Australian Stock Exchange Limited  
Level 8, 2 The Esplanade  
PERTH WA 6000

Dear Sir

**APPOINTMENT OF DIRECTOR**

The Chairman of the Company, Sir John Walker, is pleased to advise that Dr Rosalind Dubs has been appointed as a non-executive Director of the Company.

The Chairman and the Board welcome Dr Dubs and are delighted that she has joined the Board at this important stage in the development of the Company.

Dr Dubs brings extensive commercial and technical experience in the management of large international engineering organisations as well as defence contracting which will be of great benefit in guiding the commercialisation of the Company's structural health monitoring technologies, and the future corporate development of SMS plc.

A short biography of Dr Dubs' career is provided below.

Yours faithfully,

Colin McDonald  
Company Secretary

**Dr Rosalind V Dubs, BSc(Hons), Dr ès Sc, FAICD**

Dr Rosalind Dubs is Deputy Vice-Chancellor (External Relations) of the University of Technology Sydney, responsible for driving external engagement with business, industry and government.

Dr Dubs has wide-ranging commercial and international experience in both private and public sectors. During 16 years in business, she specialised in the management of large engineering organisations. As part of electronics multinational Thales SA, she was the Paris-based Vice-President Operations of its world-leading air traffic management business, and Managing Director of its aviation navais business line in Stuttgart, Germany. Most recently Director of Electronic Systems with Thales joint venture company ADI Limited, Dr Dubs' earlier career included senior executive positions in Airservices Australia, the Civil Aviation Authority and CSIRO.

Her special interests include product industrialisation and supply chain management. Dr Dubs is a Fellow of the Australian Institute of Company Directors.