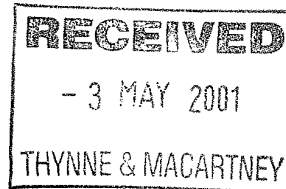


Brisbane Archdiocesan Chancery

120

G.P.O. BOX 1291
BRISBANE, Q. 4001
PHONE: (07) 3268 3040
FAX: (07) 3268 6090

2nd May 2001



Attn: Mr Moore
Messrs Thynne & Macartney
Solicitors
GPO Box 245
BRISBANE 4001

Dear Sirs,


Diocese ats Isaacs

I received your letters of the 27th and 30th April, and have discussed the contents with Bishop Gerry and Ms Karen Mole of CCI.

I understand CCI will not move from the offer of \$30,000, and will continue the litigation if the offer is rejected.

Bishop Gerry agrees with me that it would be commercially inopportune to seek any contribution from Derryman. You may inform Mr Keane Q.C. that we will not be joining Derryman to the action.

Yours faithfully


The Very Rev Dr James R Spence
Chancellor