

ENFORCEABLE UNDERTAKING

AUSTRALIAN SECURITIES & INVESTMENTS COMMISSION ACT - SECTION 93AA

The commitments in this Undertaking are offered to the Australian Securities & Investments Commission ("ASIC") by:

Mr. William McLAREN
160 Nightcap Range Road
DORROUGHBY NSW 2480

1. BACKGROUND

- 1.1 From 12 January, 1999 to 27 July, 1999 Mr William McLAREN ("Mr McLaren") caused several reports each month to be published on his website <http://www.mclarenreport.com.au> (" The McLaren Report ").
- 1.2 The domain name 'mclarenreport.com.au' is a registered business name in Queensland (BN 6945570-) and is hosted by the Internet Service Provider (ISP) Mullimbimby Access Point a registered business name in New South Wales (T1559935).
- 1.3 The McLaren Report site was published on a home page indexed as
 - (a) "Bill McLaren's Reports"
 - (b) "Bill's Recommended Services" and
 - (c) "Workshops".
- 1.4 At various times "Bill McLaren's Reports" have under the title "EDUCATING INVESTORS" included reports on the 'ALL ORDINARIES' and the 'S & P 500 CASH INDEX' .
- 1.5 ASIC has concerns the analysis provided in the McLaren Report is in substance a "futures report" as defined by the Corporations Law ("The Law"), and the publication requires the grant of a futures advisers licence under Part 8 of the Law or, in the alternative, the issue of a 'proper authority' from a 'futures licensee' pursuant to s87(1) of the Law.
- 1.6 Mr McLaren acknowledges ASIC's concerns and has agreed to give the undertakings as set out below. ASIC has agreed to accept the undertakings as an alternative to taking action pursuant to section 1143 of the Law.

2. UNDERTAKING

- 2.1 Mr McLaren undertakes to ASIC that he will forthwith cease giving futures advice by publishing these reports on the internet site <http://www.mclarenreport.com.au> or in any other way until such time as he fully complies with the Law and obtains a futures advisers licence or proper authority from a futures licensee.
- 2.2 Mr McLaren hereby undertakes that he will include on the website located at <http://www.mclarenreport.com.au> a prominent statement containing words to the effect that previous advice was offered without the requisite Futures Advisers Licence or 'proper authority' under the Law and that no futures advice business or securities or investment advice will be offered until such time as the Law is fully complied with.

3. ACKNOWLEDGMENTS

- 3.1 Mr McLaren acknowledges that ASIC:
- (a) may issue a media release on execution of this undertaking referring to its terms and to the concerns of ASIC which led to its execution;
 - (b) may from time to time publicly refer to this undertaking; and
 - (c) will make this undertaking available for public inspection.
- 3.2 Mr McLaren acknowledges that he has been given the opportunity to obtain legal advice in relation to the content and effect of this undertaking.
- 3.3 Mr McLaren acknowledges that this undertaking in no way derogates from the rights and remedies available to ASIC or any other person or entity arising from any conduct described in this undertaking.
- 3.4 Mr McLaren acknowledges that ASIC's acceptance of an enforceable undertaking does not adversely affect ASIC's power to investigate a contravention arising from future conduct, or to pursue a criminal prosecution, or seek a pecuniary civil order.
- 3.5 Mr McLaren acknowledges that this undertaking has no operative force until accepted by the Commission.

Signed by Mr William McLaren
in the presence of:

William McLaren

Deb Springer-McLaren
Signature

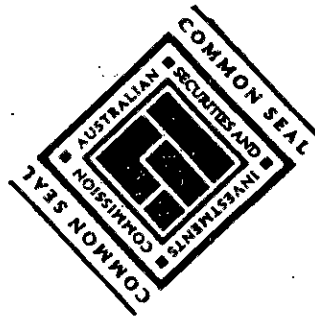
Deb Springer-McLaren
Name (Printed)

160 NIGHTCAP RANGE RD.
Address

Dated this day of August, 1999

**ACCEPTED BY THE AUSTRALIAN SECURITIES & INVESTMENTS
COMMISSION PURSUANT TO ASIC ACT S93AA BY ITS DULY
AUTHORISED DELEGATE**

Jan Redfern
Jan Redfern
Regional General Counsel



Dated this 17th day of August, 1999