



ASX ANNOUNCEMENT
17 August 2006

CHIEF OPERATING OFFICER APPOINTED

The Board of Papyrus Ltd is pleased to announce the appointment of Mr Grant Pigot as Chief Operating Officer effective from 14 August 2006. Mr Pigot will be joining Papyrus following a very successful career in the medical, automotive, recycling, paper conversion and wastewater treatment industries.

Mr Grant Pigot holds degrees in Applied Science (Medical Laboratory Science) and Business (Logistics & Marketing). Mr Pigot was the recipient of the Marketing Prize for Market Research during his studies at The University of South Australia.

His work history includes senior executive roles with Bridgestone Australia in product testing and Quality Assurance; Detmold Packaging as Corporate Marketing and Product Development Manager and latterly as General Manager of BioCycle. During his time at BioCycle he was intimately involved with major reforms of the Company culture, branding, business development, manufacturing quality and product certification to Australian Standards.

Those reforms included commercialisation of new technology, and direct involvement in the development of successful relationships with Government as well as large Corporate Customers in both Australia and selected export markets.

Mr Pigot has successfully completed a number of major assignments including the overall positioning of companies for growth in domestic and export markets, development of successful marketing and sales strategies, new product development and commercialisation and the development of systems and procedures compliant with the requirements of national quality standards.

The appointment of Mr Pigot comes at a time when the Company is looking to build on its initial success in engineering, towards commercialisation of the Company's technology and completing the construction of the first production line.

About Papyrus

Papyrus Australia Limited listed on the Australian Stock Exchange in April 2005 to develop and commercialise proprietary technology that will convert banana trunk fibre waste into banana ply paper (BPP). This new form of paper is fire retardant and water repellent with natural resilience and a unique texture. It will complement existing paper manufacture and marketing operations by providing the raw material for the development of niche products based on these properties. The company is building a prototype production facility capable of producing 20,000 tonnes of banana ply paper from banana waste. The process is cost effective and environmentally friendly, with low energy and water requirements. Bananas are grown in 164 countries, making the raw material a readily available and renewable resource. www.papyrusaustralia.com.au

For further information please contact:
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