



15 June 2011

MEDIA ANNOUNCEMENT

Funtastic Limited advises that the Australian legal proceedings it issued against MGA Entertainment (HK) Limited on 29 March 2010, together with its defence of the US legal proceedings initiated by MGA Entertainment, Inc on 7 June 2010 (together, the "**Proceedings**") have both settled for an undisclosed amount.

The Proceedings were in relation to a dispute which arose from various licence and distribution agreements which the parties entered into on and from January 2004. As a result, the settlement represents significant closure for the Company and the Board is pleased with the outcome.

- copy ends -

For more information on Funtastic, visit the web site at www.funtastic.com.au and for comment contact Stewart Downs, Ph: 03 8531 0000.