

natural

INTELLIGENCE

15 January 2004

Manager of Company Announcements
Australian Stock Exchange Limited
Level 6, 20 Bridge Street
SYDNEY NSW 2000

By E-Lodgement

No. of pages: 4

NOTICE OF CEASING TO BE A SUBSTANTIAL HOLDER

Please find attached a Form 605 - Notice of Ceasing to be a Substantial Holder received by the Company.

For and on behalf of the Board



Ms Nicki Telfer
Company Secretary

BLUEKNIGHT CORPORATION PTY LTD

ACN: 094 502 360

GPO Box H531
PERTH WA 6001

Telephone: (08) 9221 9994
Facsimile: (08) 9221 9996

15 January 2004

Ms N Telfer
Company Secretary
Natural Intelligence Limited
C/- Grange Consulting Group Pty Ltd
945 Wellington Street
WEST PERTH WA 6005

By E-mail

Dear Nicki

NATURAL INTELLIGENCE LIMITED

Please find enclosed a notice given by Blueknight Corporation Pty Ltd (Blueknight) notifying of its cessation as a substantial holder in Natural Intelligence Limited (NAI).

The change of the voting power of Blueknight is a result of the recent placement undertaken by NAI which has reduced the voting power of Blueknight to below 5%. Blueknight has not disposed of any shares in NAI.

Would you please forward this notice and letter to Australian Stock Exchange Limited.

Yours faithfully


ROGER STEINERTREIS
Director

Blueknight Corporation Pty Ltd

Encl.

Form 605

Corporations Act 2001
Section 671B

Notice of ceasing to be a substantial holder

To Company Name/Scheme NATURAL INTELLIGENCE LIMITED
ACN/ARSN 000 386 685

1. Details of substantial holder (1)
Name BLUEKNIGHT CORPORATION PTY LTD
ACN/ARSN (if applicable) 094 502 360

The holder ceased to be a substantial holder on 29/12/ 2003

The previous notice was given to the company on 11/09/2003

The previous notice was dated 11/09/2003

2. Changes in relevant interests

Particulars of each change in, or change in the nature of, a relevant interest (2) of the substantial holder or an associate (3) in voting securities of the company or scheme, since the substantial holder was last required to give a substantial holding notice to the company or scheme are as follows:

Date of change	Person whose relevant interest changed	Nature of change (4)	Consideration given in relation to change (5)	Class (6) and number of securities affected	Person's voted affected
29/12/2003	Blueknight Corporation Pty Ltd	Reduction of voting power due to placement – no securities have been sold	N/A	N/A	N/A

3. Changes in association

The persons who have become associates (3) of, ceased to be associates of, or have changed the nature of their association (7) with, the substantial holder in relation to voting interests in the company or scheme are as follows:

Name and ACN/ARSN (if applicable)	Nature of association
N/A	

4. Addresses

The addresses of persons named in this form are as follows:

Name	Address
Blueknight Corporation Pty Ltd	Level 14, Citibank House, 37 St Georges Terrace, PERTH WA 6000

Signature

print name ROGER STEINEPREIS capacity DIRECTOR

sign here  date 15/01/2004

DIRECTIONS

- (1) If there are a number of substantial holders with similar or related relevant interests (eg. a corporation and its related corporations, or the manager and trustee of an equity trust), the names could be included in an annexure to the form. If the relevant interests of a group of persons are essentially similar, they may be referred to throughout the form as a specifically named group if the membership of each group, with the names and addresses of members is clearly set out in paragraph 4 of the form.
- (2) See the definition of "relevant interest" in sections 608 and 671B(7) of the Corporations Act 2001.
- (3) See the definition of "associate" in section 9 of the Corporations Act 2001.
- (4) Include details of:
 - (a) any relevant agreement or other circumstances because of which the change in relevant interest occurred. If subsection 671B(4) applies, a copy of any document setting out the terms of any relevant agreement, and a statement by the person giving full and accurate details of any contract, scheme or arrangement, must accompany this form, together with a written statement certifying this contract, scheme or arrangement; and
 - (b) any qualification of the power of a person to exercise, control the exercise of, or influence the exercise of, the voting powers or disposal of the securities to which the relevant interest relates (indicating clearly the particular securities to which the qualification applies).See the definition of "relevant agreement" in section 9 of the Corporations Act 2001.
- (5) Details of the consideration must include any and all benefits, money and other, that any person from whom a relevant interest was acquired has, or may, become entitled to receive in relation to that acquisition. Details must be included even if the benefit is conditional on the happening or not of a contingency. Details must be included of any benefit paid on behalf of the substantial holder or its associate in relation to the acquisitions, even if they are not paid directly to the person from whom the relevant interest was acquired.
- (6) The voting shares of a company constitute one class unless divided into separate classes.
- (7) Give details, if appropriate, of the present association and any change in that association since the last substantial holding notice.