



**SONS OF GWALIA LIMITED ACN 008 994 287
(Administrators Appointed)
('the Company')**

Declaration by Administrator about shares

PERTH

Level 26 BankWest Tower
108 St George's Terrace
Perth WA 6000 Australia
GPO Box 2537 Perth WA 6001
phone +61 8 9214 1444
fax +61 8 9214 1400
email fhperth@perth.fh.com.au
www.ferrierhodgson.com

DX 208 Perth

Under section 104-145 of the Income Tax Assessment Act 1997, the Administrators of the Company declare that we have reasonable grounds to believe that there is no likelihood that shareholders in the Company will receive any distribution in respect of the following class of shares:

- 1. Ordinary Shares

As a consequence, shareholders who acquired the shares (or class of shares) listed above in the Company on or after 20 September 1985 may choose to make a capital loss in the income year that includes 7 June 2005 as a result of CGT event G3 happening to their shares. The capital loss is equal to the reduce cost base of the shares.

Note: A capital loss is not available for certain shares acquired under an employee share scheme. Shareholders who have acquired shares in this way should seek their own tax advice.

Dated : 7 June 2005

DARREN WEAVER
Joint and Several Administrator of
Sons of Gwalia Limited

- ADELAIDE
- BRISBANE
- MELBOURNE
- SYDNEY
- AUCKLAND
- HONG KONG
- JAKARTA
- KUALA LUMPUR
- SINGAPORE
- TOKYO

affiliated through
Kroll Worldwide
UNITED STATES
UNITED KINGDOM

RESTRUCTURE & TURNAROUND

FINANCIAL DUE DILIGENCE

FORENSIC ACCOUNTING

INSOLVENCY MANAGEMENT