

CONCENTRATED CAPITAL LIMITED

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COMPANY ANNOUNCEMENT

12 MAY 2006

Concentrated Capital Limited: CCT

West Pine Ridge Project

After discussions with the Manager of the West Pine Ridge Project, the Board has been advised that further funds are required to be injected into the this project in order to re-lease a number of the property assets that are now out of lease. Having regard to the lack of economic returns that this project has provided to Concentrated Capital Limited and a scarcity of cash resources, the Board of Concentrated Capital Limited has determined not to further participate in any fundraising associated with the West Pine Ridge Project.

As a result of such decision, the company will as at 30 June 2006 write off the remaining balance of the investment that was made in West Pine Ridge totalling \$150,000.

The Board of Concentrated Capital Limited is in high level discussions with a number of organisations relating to the potential acquisition of alternative businesses. As highlighted by the Chairman in his address at the 2005 Annual General Meeting, such strategy may require additional capital raising in order to acquire such businesses.

Should you have any queries in relation to the above, please contact Hamish Giles at your earliest convenience.

Yours faithfully



HAMISH GILES

Chairman