

RATTOON

H o l d i n g s L i m i t e d

Capital Management Initiatives - Update

The Board of Rattoon wish to announce that it has decided to pursue a capital return to shareholders, and proposes to distribute the majority of its remaining stake in Tatts Group Ltd to Rattoon's shareholders.

The Company has as of today paid out its margin loan following the receipt of a dividend on its remaining Tatts Group Ltd shares as well as applying the proceeds of selling shares in Tatts Group Ltd to its debt.

It is expected that shareholder approval will be sought to approve the capital return. The terms and methodology to implement the capital return are being finalised.

The proposed capital return being contemplated is to distribute 1 Tatts Group Ltd share for every 17 Rattoon shares held. The Board propose that for the purpose of calculating entitlements that any fractions will be rounded down.

The distribution will be subject to any necessary shareholder approvals and regulatory requirements. The Board are targeting shareholder approval to be sought by December 2008.

If shareholder approval is obtained for the capital return, then following the capital return the Company will be left with minimal assets. Details of the remaining assets and the intention of the Board will be set out in the documentation to be sent out to shareholders to consider the capital distribution.

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8 October 2008