



level 2, 409 St Kilda Road, MELBOURNE. VICTORIA. 3004

Telephone: (03) 9820 2087 Facsimile: (03) 9820 2158

e-mail: admin@concentratedcapital.com.au

Website: www.concentratedcapital.com.au

SHAREHOLDER UPDATE

July 2003

Since our last Shareholder Update, the Company has closed its Offer Information Statement and raised approximately \$180,000.

As indicated in our previous newsletter, there are a number of corporate activities being undertaken by your company which may lead to greater liquidity in the shares traded in your company. These activities include:

- Discussions with ASX listed companies who may have an interest in the assets of your Company;
- The restructure of the Board of Directors to include Christopher Rowe who has previously been Chairman and/or Director of a number of listed and unlisted exploration and production companies in Australia and Canada (resume attached) and the appointment of Mr Peter Reilly who has experienced significant success in commercial transactions best illustrated by the sale of Ausdoc Limited recently (resume attached);
- As a result of the appointments announced above, the following Directors have elected to resign in order to provide the capacity to appoint new Directors to the Company in this next stage of growth:
 - Mr David Gibbs
 - Mr David Rose
 - Mr Andrew Grace

On behalf of the Board and personally, I would like to thank each of these Directors for their significant contribution to the success of Concentrated Capital Limited and in respect to their specific roles within the individual committees in which they were involved.

- Numerous opportunities have been presented to the Company which include direct participation in wells however the Company's capital resources are limited to the extent that such participation is being carefully evaluated.
- The Directors of Concentrated Capital Pty Ltd advise that their wholly owned subsidiary, Concentrated Coal Pty Ltd, has been granted Exploration Permit for Coal (EPC) no 814 by the Queensland Government Department of Natural Resources and Mines.

We are advised by our operators in the United States that the leases have now been consolidated however, the drilling in respect to West Pine Ridge is not expected to commence before September 2003. We are now awaiting archeological study, onsite inspection from regulatory authority and a permit from the Federal Government. We are also advised that the hunting season commences 15 September, which will cease operations for a period of time.

CONCENTRATED CAPITAL LIMITED

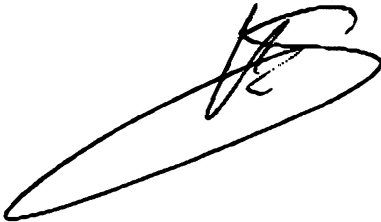
acn: 087 730 667

SHAREHOLDER UPDATE

July 2003

The investment that your Company has undertaken in Avalon is progressing well and its quarterly report to 31 March 2003 provided to the Board indicates revenue in excess of USD\$150,000 per month to the account of Avalon.

Yours faithfully

A handwritten signature in black ink, appearing to be 'HG' or similar, enclosed within a large, loopy oval shape.

Hamish Giles
Chairman

Attach.

CONCENTRATED CAPITAL LIMITED

acn: 087 730 667



level 2, 409 St Kilda Road, MELBOURNE. VICTORIA. 3004

Telephone: (03) 9820 2087 Facsimile: (03) 9820 2158

e-mail: admin@concentratedcapital.com.au

Website: www.concentratedcapital.com.au

Christopher Kenneth George Rowe

B.A., M.A., (Economics and Law) Cambridge University

Mr Rowe migrated to Western Australia in 1970 and began legal practice with the law firm, Downing and Downing, the same year. He became a Partner of the firm in 1972 where he practiced in the areas of corporate advisory, commercial mining and taxation law for clients predominantly associated with the mining and general resources sector.

In 1979, Mr Rowe left legal practice and became executive chairman of Cultus Petroleum N.L. (ASX and Canadian listed) and other associated companies including Southern Ventures N.L. (ASX). He remained in that position until 1990. Mr Rowe was responsible for the day to day activities of Cultus and was involved in Cultus completing a number of capital raisings during that time both in Australia, England and Canada. During this period the group was involved in exploration activities which resulted in oil and gas discoveries in the United States, Australia and New Zealand, and the discovery of the Gabanintha Gold Mine at Meekatharra.

In 1990, Mr Rowe left Cultus to take a position as Counsel assisting the Western Australian Royal Commission into the Commercial Activities of the Government and Other Matters, where he was in charge of the financial investigations of the Commission until its finalisation in late 1992.

Since 1993, Mr Rowe has been a principal of Thames Capital (Thames). Thames is a boutique private merchant bank which operates in Canada and Australia and provides corporate and business advice to its clients in a number of industries including emerging technologies and the resource sector.

Recent projects in the oil and gas and associated resource services sector in which Mr Rowe has been involved have included arranging interim loan financing for NorthSun Energy Ltd, and capital fundraisings for Northern Star Resources Ltd, Osprey Energy Ltd and Wenzel Downhole Technologies Ltd. Current activities have also include brokering several farm-ins by major companies into Powder River Basin coal-bed methane projects in Canada.

Mr Rowe is currently a director of Hawkesbridge Limited (Chairman), Northern Star Resources Ltd (Chairman), DHT Technologies Ltd, Unilink Data Systems Pty Ltd (Chairman) and is on the Advisory Board of Avalon Oil & Gas Group [Midland, Texas]

Mr Rowe has held the following public company positions, Chairman of Cultus Petroleum NL (ASX), International Oiltex Limited of Calgary [1985-1996], Deputy Chairman and Director of UTS Energy Corporation of Toronto, Director of Horizon Oil NL of New Zealand, Director and Chairman of Aerodata Holdings Ltd (ASX).

CONCENTRATED CAPITAL LIMITED

acn: 087 730 667

SHAREHOLDER UPDATE

July 2003

Peter Reilly

Peter has 25 years experience and achievement in Senior Executive roles most recently as Managing Director/Chief Executive Officer of Ausdoc Group Limited.

Ausdoc was a publicly listed company with operations involved in couriers, express freight, processing and delivery of business mail, records management and logistics operating in Australia, New Zealand and Canada. Peter has successfully built high performance teams, developed and implemented financial and business plans, undertaken acquisitions and divestments and tapped into capital markets.

From a base in 1991 of \$42m revenue and \$6m EBITA under the stewardship of Peter, Ausdoc grew to a market capitalization in excess of \$200m, an enterprise value of \$350m and over 2,000 employees.

Peter has undertaken a number of strategic acquisitions, divestments and business development within Ausdoc and brings to the Board of Concentrated Capital, significant commercial experience as a Public Company Director.

CONCENTRATED CAPITAL LIMITED

acn: 087 730 667