

Proposed Capital Raising and Associated Matters

The Company advises that it proposes to make a placement of Shares to sophisticated investors at 55 cents per Share together with an attaching option exercisable at 35 cents on or before 30 June 2006 ("Placement"). The Company proposes to place a maximum of 1,500,000 Shares to raise up to \$825,000. Directors of the Company propose to underwrite this Placement on commercial terms and conditions to an amount of \$300,000.

Upon completion of the Placement, the Company proposes that a Rights Issue will be undertaken to allow all shareholders to participate in the opportunity that has been made available to the Company and which has necessitated the Capital Raising. The non renounceable Rights Issue will be made on the same terms and conditions as the Placement on a basis of 1 new Share and attaching option for each 10 Shares held by existing shareholders.

Investment Opportunity

The Company has been provided with an opportunity to acquire an interest in an Iranian Project which essentially provides a vertically integrated approach to the delivery of oil and gas services and supplies to the Iranian Government and various International Contractors.

West Pine Ridge

The Company is pleased to announce that the initial well drilled on the Company's West Pine Ridge prospect is now being assessed for commercial production. Based on current information, the Company believes that a further well is likely to be drilled and this will be supported by the additional Capital raised from the Placement and Rights Issue outlined above.

About Concentrated Capital Limited

The Company undertakes Oil and Gas Exploration activities, predominantly in the United States of America in partnership with long-term industry specialists.

The Company's investment strategy is to invest its funds in a risk averse manner acquiring up to a 25% interest in the projects in which it invests.

Further details:

Hamish Giles

Chairman

Concentrated Capital Limited

Phone: (03) 9820 2322

Email: hgiles@concentratedcapital.com.au