

RATTOON

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

PERIODIC REPORT – 5 MAY 2005

Tattersalls Investment

Rattoon has approximately 0.5% of the notional units in the trust of The Estate of the Late George Adams (ELGA), which in turn manages the operations of Tattersall's.

Tattersall's have recently announced that it intends to carry out a restructure of its operations whereby existing notional unitholders in ELGA may convert their interests into shares within a corporatised entity. Rattoon confirms that should this occur and ELGA or Tattersall's seek to list on the Australian Stock Exchange (ASX), it is the intention of the Directors of Rattoon that Notional Units in the ELGA held by Rattoon, or the shares into which they are converted will be distributed in specie to shareholders in Rattoon.

The method of the in specie distribution of the Notional Units will depend, amongst other things, upon the tax and structuring advice received by Rattoon.

Offer to Beneficiaries of ELGA

Rattoon has lodged with the Trustees of the Estate of the Late George Adams ("Tattersall's") a cash offer to all beneficiaries for their interest in Tattersall's ("Tattersall's Offer").

Rattoon is offering beneficiaries the opportunity to sell their interest in Tattersall's for cash on a confidential basis and at a premium price of \$22.00 per notional unit.

Rattoon is offering to acquire the Tattersall's interests on a first come first served basis and has the ability to spend up to \$100 million. The Rattoon offer is open until May 23rd 2005. Rattoon has been pleased with the response from beneficiaries and has received a number of acceptances under the offer.

Details of the offer can be found at www.rattoon.com.au.

Capital Raising

The Tattersall's Offer is to be funded by the issue of shares in Rattoon which has been fully underwritten by Bell Potter Securities Limited and sub underwritten by institutional investors such as GPG, Thorney and Altima. The issue of up to 222,222,222 shares at 45 cents per share is made in a prospectus dated April 11 2005 ("Capital Raising"). Only those sophisticated and professional investors nominated by the Underwriter may apply for shares. This Capital Raising is not open to the public.

Rattoon General Meeting 11 May 2005

The Capital Raising and Tattersall's Offer are both subject to Rattoon's shareholders approving the issue of shares at a general meeting on 11 May 2005. Currently Rattoon holds proxies in favour of the resolution of approximately 60% of all available votes.

NSX Limited

Rattoon acquired 1,000,000 shares at a price of 50 cents per share in the Initial Public Offering of the NSX Limited on the ASX. Rattoon subsequently sold 200,000 of those shares in NSX at an average price of \$1.00 per share realising a profit of \$100,000. On 4 May 2005 NSX Limited shares were last traded at 60 cents per share, resulted in an unrealised gain for Rattoon of \$80,000 on its remaining NSX Limited investment.

Cash

As at 14 March 2005, Rattoon has approximately \$540,000 invested in interest bearing accounts with a major Australian financial institution.

Net Tangible Asset Backing

The unaudited Net Tangible Asset Backing of the ordinary shares of Rattoon Holdings Limited as at 5 May 2005 was \$0.223 per share.

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