Westpac Banking Corporation ABN 33 007 457 141

6th September 2006

Mr Henry Firth-Smith
Manager, Warrant Administration
Australian Stock Exchange
Level 6, 20 Bridge Street
Sydney NSW 2000

Dear Henry

Re: Challenger Portfolio Endowment Warrants containing securities in New Corporation Ltd (NWS): Change in the Outstanding Amounts

Challenger Equities Limited, as issuer of Portfolio Endowment Warrants notifies of a distribution/ dividend entitlement in respect of securities in the Portfolio:

Distribution/ Entitlement of Security

Securities	News Corporation Ltd
ASC Codes	NWS
Distribution/ Entitlement	Ordinary dividend
Distribution Amount / Security	$0.065 per security
Ex-distribution date	0%
Payment Date of Reduction Amount	18th October 2006

As detailed in the applicable Offering Circular, distributions constitute a Reduction Amount. The Reduction Amount reduces the Outstanding Amount, and therefore the Final Payment.

Changes in Outstanding Amounts

Portfolio Endowment Warrant	Underlying Security	Number of Securities in Portfolio	Total Reduction Amount per Warrant	Number Of Warrants	Outstanding Amount After Reduction Amount
PEWEEA	NWS	3.5	$0.00026	1,000	$1118.10
				1	$1.1181

Portfolio Endowment Warrant	Underlying Security	Number of Securities in Portfolio	Total Reduction Amount per Warrant	Number Of Warrants	Outstanding Amount After Reduction Amount
PEWEEB	NWS	5	$0.000325	1,000	$993.90
				1	$0.9939

Current Rates at which the Outstanding Amounts Increase

Pursuant to the Offering Circulars dated 11 October 2001 and 11 November 2002 Outstanding Amounts payable under the warrants increase at the Base Rate plus the Margin. The following table sets out the rates applicable to all series of Endowment Warrants issued by Challenger Equities Limited for the current calendar quater:

	Rates from 1st July 2006 to 30 September 2006 inclusive
Base Rate (p.a.)	5.98%
Margin (p.a.)	2.50%
Total (p.a.)	8.48%

Portfolio Constitution - PEWEEA & PEWEEB Portfolio Endowment Warrants

Pursuant to an Offering Circular dated 11 October 2001 (PEWEEA) and 11 November 2002 (PEWEEB), the constitution of the portfolios is set out in the following table:

Stock	No of Shares in Underlying Parcel PEWEEA	No of Shares in Underlying Parcel PEWEEB
Alumina Limited	12	13
Amcor Limited	N/A	11
AMP Limited	5	8
Australia and New Zealand Banking Group Limited	6	5
BHP Billiton Limited	11	10
Brambles Industries Limited	9	15
Commonwealth Bank of Australia	3	3
Coles Myer Limited	14	15
CSL Limited	2	N/A
Foster's Group Limited	20	20
Macquarie Bank Limited	3	N/A
National Australia Bank Limited	3	3
News Corporation Limited	3.5	5
Rio Tinto Limited	3	3
St George Bank Limited	6	5
Suncorp Metway	N/A	9
Telstra Corporation Limited	21	20
Westpac Banking Corporation	7	7
Wesfarmers Limited	3	3
Woolworths Limited	8	8
Woodside Petroleum Limited	7	8
Westfield Holdings Limited (as at 16 July 2004 – Westfield Group)	5	8

For further information please contact Westpac Banking Corporation 1800 990 107.

For and on behalf of Westpac Banking Corporation