AMCIL Limited

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2 September 2005

Australian Stock Exchange Limited
Company Announcements Office
Exchange Centre
20 Bridge Street
Sydney NSW 2000

Net Tangible Asset Backing

The net tangible asset backing of AMCIL Limited shares at 31 August 2005 was 61 cents per share ex dividend (last month 61 cents (cum a 2c final dividend)) before providing for the deferred tax on the unrealised gains on its long term investment portfolio. The Company is a long term investor and does not intend disposing of its total long term investment portfolio.

Under current Accounting Standards, the Company is required to provide for tax on any gains that may arise on such a theoretical disposal. However due to the current availability of brought forward losses for capital gains tax purposes no such provision needs to be made.

The Company has also issued options exercisable into shares at 50 cents per share at any time up until 28 February 2007. Each option entitles the holder to one share. If all options were exercised as at 31 August 2005 the diluted net asset value per share would have been 56 cents (last month 56 cents).

The net tangible asset backing figure at 30 September 2005 is expected to be announced by Friday 7 October 2005.

Yours faithfully,

Sue Crook
Company Secretary