



AMCIL Limited

ACN 073 990 735

101 Collins Street
Melbourne Victoria 3000
GPO Box 21145
Melbourne 3001

Telephone 03 9650 9944

Facsimile 03 9650 9100

Email: invest@amcil.com.au

Internet: <http://www.amcil.com.au>

1 June 2006

The Manager

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

Electronic Lodgment

Dear Sir or Madam

Net Tangible Asset Backing

The net tangible asset backing of AMCIL Limited shares at 31 May 2006 was 77 cents per share (last month 79 cents) 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 May 2006 the diluted net asset value per share would have been 64 cents (last month 65 cents).

The net tangible asset backing figure at 30 June 2006 is expected to be announced by Monday 10 July 2006.

Yours faithfully,

A handwritten signature in black ink, appearing to read 'Sue Crook'. The signature is fluid and cursive, with a large initial 'S' and a long, sweeping underline.

Sue Crook
Company Secretary and General Counsel