

MMC
Contrarian
Limited

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The Prospectus, dated 10 October 2003, stated the management of the Company's portfolio would remain with MMC Asset Management Limited (MMC) unless a new joint venture company of MMC and HGL Limited (ASX code: HNG) was granted an Australian Financial Services Licence (AFSL) by 31 December 2004.

The Company has been advised by MMC that the directors of the new venture company decided not to apply for an AFSL.

As a consequence MMC will continue to manage the Company's portfolio under the interim management agreement. HGL Limited will continue to make available the services of several of its key executives to assist MMC with providing these management services. These HGL representatives participate as members of an investment committee of MMC.

David Sutherland
Company Secretary