

HYPERION
FLAGSHIP
INVESTMENTS

ABN 99 080 135 913

31 May 2006

The Manager
Company Announcements Office
Australian Stock Exchange Ltd
Exchange Centre
Level 6
20 Bridge Street
SYDNEY NSW 2000

Dear Sir

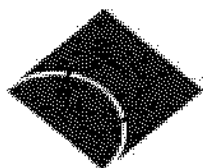
Letter to Shareholders – Dividend LIC Information

Attached please find a copy of a letter which we are planning to forward to HIP Shareholders today.

Should you require any additional information then please do not hesitate to contact me.

Yours sincerely

I W Harrison
Company Secretary



HYPERION
FLAGSHIP
INVESTMENTS

ABN 99 080 135 913

31 May 2006

Shareholder Name

Address

Address

Address

Dear Shareholder

Dividend Payment 31 March 2006

We refer to the interim dividend payment made on 31 March 2006.

It has come to our attention that the LIC Capital Gains Information disclosed on the interim dividend payment statement was understated and the amount recorded as being the attributable part of the dividend was not correct.

Accordingly the correct information is detailed below:

LIC CAPITAL GAINS INFORMATION

The attributable part of the dividend is ??????

If you are an *Australian resident and an individual, trust or partnership* then you are entitled to a 50% deduction in respect to this attributable part of the dividend.

The amount you are able to claim is \$????????

If you are an *Australian resident superannuation fund* then you are entitled to a 33.33% deduction in respect to this attributable part of the dividend.

The amount that you may be able to claim is \$?????

PLEASE ENSURE THAT THIS STATEMENT IS RETAINED TO ASSIST YOU IN PREPARING YOUR TAX RETURN

We apologise for this error and hope that it has not caused any inconvenience.

Yours sincerely

Dr Emmanuel C Pohl
Managing Director