

**Form 603  
Corporations Act 2001  
Section 671B**

**Notice of initial substantial holder**

To: Gunns Limited  
ACN: 009 478 148

**1. Details of substantial holder**

Name: Perennial Value Management Limited (PVM)  
ACN: 090 879 904

The holder became a substantial shareholder on: 29 November 2005

**2. Details of Voting Power**

The total number of votes attached to all the voting shares in the company or voting interest in the scheme that the substantial holder or an associate had a relevant interest in on the date the substantial holder are as follows:

Class of securities	Number of securities	Person's votes	Voting Power
Ordinary	16,990,961	16,990,961	5.010%

**3. Details of relevant interests**

The nature of the relevant interest the substantial holder or an associate had in the following voting securities on the date the substantial holder became a substantial holder are as follows:

Holder	Nature	Class & number
Perennial Value Management Limited	Investment Manager	Ordinary shares –16,990,961

**4. Details of present registered holders**

The persons registered as holders of the securities are as follows:

Holder	Registered holder of securities	Person Entitled to be holder	Nature of relevant interest	Class & Number (Ord)	Person's votes
PVM	Westpac		Investment Manager	442,043	442,043
PVM	JB Were		Investment Manager	51,905	51,905
PVM	State Street		Investment Manager	2,097,505	2,097,505
PVM	NCS		Investment Manager	8,423,131	8,423,131

PVM	JP Morgan		Investment Manager	3,604,027	3,604,027
PVM	Cogent		Investment Manager	1,331,297	1,331,297
PVM	Citigroup		Investment Manager	1,026,676	1,026,676
PVM	Asgard		Investment Manager	14,377	14,377

## 5. Consideration

The consideration paid for each relevant interest and acquired in the four months prior to the day that the substantial holder became a substantial holder is as follows:

Date	Person	Nature	Consideration	Class & number (ord)	Person's votes
8/08/2005	PVM	Purchased on market	\$ 4,351.00	1,145	1,145
10/08/2005	PVM	Purchased on market	\$ 821.86	215	215
12/08/2005	PVM	Purchased on market	\$ 56,626.22	15,732	15,732
24/08/2005	PVM	Sold on market	-\$ 1,913.07	- 521	- 521
25/08/2005	PVM	Purchased on market	\$ 1,659.42	462	462
31/08/2005	PVM	Purchased on market	\$ 397.34	129	129
7/09/2005	PVM	Sold on market	-\$ 2,548.68	- 804	- 804
8/09/2005	PVM	Purchased on market	\$ 62,655.41	19,795	19,795
9/09/2005	PVM	Sold on market	-\$ 2,874.72	- 904	- 904
14/09/2005	PVM	Purchased on market	\$ 60.16	19	19
15/09/2005	PVM	Purchased on market	\$ 2,425.38	765	765
21/09/2005	PVM	Purchased on market	\$ 1,629.75	486	486
28/09/2005	PVM	Purchased on market	\$ 737.08	218	218
6/10/2005	PVM	Purchased on market	\$ 2,821.68	890	890
7/10/2005	PVM	Sold on market	-\$ 939.36	- 304	- 304
10/10/2005	PVM	Sold on market	-\$ 643.62	- 205	- 205
11/10/2005	PVM	Purchased on market	\$ 642.77	206	206
12/10/2005	PVM	Purchased on market	\$ 597.91	190	190
19/10/2005	PVM	Purchased on market	\$ 493.01	159	159
26/10/2005	PVM	Purchased on market	\$ 586.73	214	214
27/10/2005	PVM	Purchased on market	\$ 1,160.21	413	413
28/10/2005	PVM	Purchased on market	\$ 1,150.27	416	416
31/10/2005	PVM	Purchased on market	\$ 1,739.00	628	628
2/11/2005	PVM	Purchased on market	\$ 117.86	42	42
7/11/2005	PVM	Purchased on market	\$ 1,764,171.51	630,465	630,465
8/11/2005	PVM	Purchased on market	\$ 1,139,124.00	400,000	400,000
10/11/2005	PVM	Purchased on market	\$ 1,763,035.34	622,474	622,474

15/11/2005	PVM	Purchased on market	\$ 52,678.15	17,857	17,857
16/11/2005	PVM	Purchased on market	\$ 1,772.44	607	607
23/11/2005	PVM	Purchased on market	\$ 904.15	314	314
29/11/2005	PVM	Purchased on market	\$ 149,524.82	52,438	52,438

## 6. Associates

The reasons the persons above are associates of the substantial holder are as follows:

<b>Name &amp; ACN</b>	<b>Nature of association</b>
Not applicable	

## 7. Addresses

The addresses of persons named in this form are as follows:

<b>Name</b>	<b>Address</b>
Perennial Value Management Limited	Level 29, 303 Collins St Melbourne VIC 3000