

Appendix 3C

Announcement of buy-back (*except* minimum holding buy-back)

Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/9/99. Origin: Appendix 7B. Amended 13/3/2000, 30/9/2001.

Name of entity

ABN

FAT PROPHETS AUSTRALIA FUND LIMITED

62 111 772 359

We (the entity) give ASX the following information.

Information about buy-back

- | | | |
|---|---|---|
| 1 | Type of buy-back | ON MARKET |
| 2 | ⁺ Class of shares which is the subject of the buy-back (<i>eg, ordinary/preference</i>) | ORDINARY SHARES |
| 3 | Voting rights (<i>eg, one for one</i>) | ONE FOR ONE |
| 4 | Fully paid/partly paid (<i>and if partly paid, details of how much has been paid and how much is outstanding</i>) | FULLY PAID |
| 5 | Number of shares in the ⁺ class on issue | 32,185,001 |
| 6 | Whether shareholder approval is required for buy-back | NO |
| 7 | Reason for buy-back | To enhance shareholder value. The company believes that its shares are undervalued. |

⁺ See chapter 19 for defined terms.
30/9/2001

Appendix 3C

Announcement of buy-back

8	Any other information material to a shareholder's decision whether to accept the offer (<i>eg. details of any proposed takeover bid</i>)	NO
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On-market buy-back

9	Name of broker who will act on the company's behalf	Shaw Stockbroking
10	Deleted 30/9/2001.	
11	If the company intends to buy back a maximum number of shares - that number Note: This requires a figure to be included, not a percentage.	3,218,500
12	If the company intends to buy back shares within a period of time - that period of time; if the company intends that the buy-back be of unlimited duration - that intention	12 months commencing 27 September 2006
13	If the company intends to buy back shares if conditions are met - those conditions	N/A

Employee share scheme buy-back

14	Number of shares proposed to be bought back	N/A
15	Price to be offered for shares	N/A

[†] See chapter 19 for defined terms.

Selective buy-back

- | | | |
|----|--|-----|
| 16 | Name of person or description of class of person whose shares are proposed to be bought back | N/A |
| 17 | Number of shares proposed to be bought back | N/A |
| 18 | Price to be offered for shares | N/A |

Equal access scheme

- | | | |
|----|---|-----|
| 19 | Percentage of shares proposed to be bought back | N/A |
| 20 | Total number of shares proposed to be bought back if all offers are accepted | N/A |
| 21 | Price to be offered for shares | N/A |
| 22 | *Record date for participation in offer
<small>Cross reference: Appendix 7A, clause 9.</small> | N/A |

Compliance statement

1. The company is in compliance with all Corporations Act requirements relevant to this buy-back.
2. There is no information that the listing rules require to be disclosed that has not already been disclosed, or is not contained in, or attached to, this form.

Sign here: 
Company Secretary

Date: 13 September 2006

Print name: Clare Porta

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⁺ See chapter 19 for defined terms.