tablimited

ASX and Media Release

19 May 2004

Tab Limited responds to Tabcorp's Announcement

Tab Limited ("Tab") notes today's announcements by Tabcorp Holdings Limited ("Tabcorp") regarding the takeover offer for Tab.

Tab's Chairman, Graham Kelly, said "The real effect of today's announcement is that Tabcorp can announce an increase in their offer at any time, and that this increase will only take effect once Tabcorp has acquired more than 50% of Tab shares.

"In fact the offer only takes effect at more than 50%, which is a condition that Tabcorp has said is not presently capable of being waived.

"Tab considers the underlying message to be constructive - Tabcorp is prepared to contemplate a higher offer for Tab."

"The Tab Directors have sought, and will continue to seek, to engage Tabcorp in discussions on terms which would represent fair value for Tab shareholders, given Tab's strategic assets and earnings potential. Our door remains open to Tabcorp at all times."

Shareholder enquiries to:	**1 300 137 984 (within Australia) or +61 3 9649 5408 (outside Australia)**
Media enquiries to:	**Graham Cassidy on (02) 9218 1199 or 0419 202 317; or** **Sue Cato on 0419 282 319**

Telephone +61 2 9211 0188

ABN 17 081 765 308

Facsimile +61 2 9211 5010

www.tablimited.com.au

495 Harris Street, Ultimo, New South Wales, 2007

GPO Box 4168, Sydney, New South Wales, 2001