21 June 2006

The Manager
Company Announcements Office
Australian Stock Exchange Limited
4th Floor
20 Bridge Street
SYDNEY NSW 2000

By Electronic Lodgement

Dear Sir

Re: Letter to Shareholders – Update on Tattersall's Merger and Tabcorp Takeover Offer

Please find attached for immediate release a letter which has been dispatched to UNiTAB Limited shareholders.

Yours faithfully

a. Tucker

Anne Tucker
Legal & Compliance Counsel

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UNiTAB Limited ABN 84 085 691 738

UTB 109

20 June 2006

Dear UNiTAB shareholder,

UNiTAB is involved in two competing corporate transactions. The outcome of these transactions will determine the ownership and control of UNiTAB and has significant implications for the value of your UNiTAB shares.

Tattersall's Merger: UNiTAB has proposed a merger of equals with Tattersall's Limited, which would require the approval of UNiTAB shareholders at the extraordinary general meeting convened on 6 July 2006 in Brisbane.

Tabcorp Takeover Offer: UNiTAB is the subject of a highly conditional takeover offer from Tabcorp Limited.

An Explanatory Memorandum has been sent to you describing the Tattersall's Merger. You will receive a copy of a Bidder's Statement from Tabcorp urging you to accept the Tabcorp Takeover Offer shortly. UNiTAB will provide further guidance on the two transactions when it sends you an update on the Tattersall's Merger and its formal response to Tabcorp's Bidder's Statement in the form of a Target's Statement.

We strongly urge you to await further guidance from the UNiTAB Board in relation to these two competing transactions and specifically to:

TAKE NO ACTION IN RELATION TO THE TABCORP TAKEOVER OFFER.

Should you require any further information, please contact your professional adviser or telephone the UNiTAB shareholder information line on **1300 783 145** (if calling from within Australia) or **+61 3 9415 4320** (if calling from outside Australia).

Yours sincerely

GChapman

George Chapman, AO
Chairman, UNiTAB Limited

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