

LJB:P/DWR/ABALL/LET020807

2 August 2007

Dear Investor,

Re: Australian Bight Abalone Project 2007 – Tax Guide

We are writing to you to provide you with the details regarding your investment in the 2007 project and how to complete your income tax return.

Attached to this letter is a guide that should be used by you in completing your income tax return. As we have many investors in the Australian Bight Abalone Project 2007, we have endeavoured to cover as many different taxpayers as possible, including those that may be registered for Goods & Service Tax (GST) and for the Simplified Tax System (STS). Should you be uncertain of your income tax payer status, please consult your taxation professional. We remind you that investors in our project can consult Product Ruling 2007/3 for further information on its tax deductibility.

This tax guide has been prepared on the basis of your investment in the project only, it does not consider any interest expense incurred in relation to your investment.

It is important to note that this tax guide is designed to assist you in the completion of your 2007 income tax return. The document is generic in nature and we strongly encourage you to seek your own independent taxation advice.

Should you have any queries in relation to your investment or anything further relating to this tax guide, please contact us at info@australianbight.com.au or on (08) 8357 7805.

Yours faithfully,



PER: Andrew Ferguson
Chief Executive Officer