

Graziers' Investment Company Limited
369 Royal Parade, Parkville, Victoria 3052 Australia
Tel +61 3 9340 1600, Fax +61 3 9340 1610

Media Release

28 July 2008

Graziers' Investment Company Limited expects strong financial result for 2007/08

Graziers' Investment Company Limited (GIC) (formerly Australian Wool Services Limited) has made significant strides forward since last year's sale of The Woolmark Company and other key assets, and expects to make a healthy profit for the 2007/08 financial year, according to its Chairman, Mr Barry Walker.

"Our shareholders, who are mainly Australian woolgrowers or former woolgrowers, should be very pleased with the progress Graziers' Investment Company has made since our AGM last November," said Mr Walker.

"I expect that GIC as a consolidated group will make a good profit for 2007/08, although the extent will only be known after the audit program is concluded."

"ANDAR Holdings ('ANDAR') has seen a major turnaround in performance in 2007/08. After having posted a loss of nearly \$900,000 in 2006/07, ANDAR is set to make a profit of several hundred thousand dollars in 2007/08," Mr Walker continued.

ANDAR is a New Zealand-based engineering and machinery subsidiary of GIC. ANDAR has an Australian subsidiary, Andar Tool and Press, which made a significant contribution to the consolidated financial performance in 2007/08. ANDAR was mainly a manufacturer of machinery for the wool early stage processing industry, with clients around the world. It has diversified its business over the past 2 years beyond the wool industry, although it retains a focus in the agribusiness sectors.

"Although ANDAR has diversified its business beyond wool, it remains a leader in wool scouring technology and I am delighted to announce that ANDAR has recently signed a major contract with Raymond Ltd of India to supply a wool scour this financial year," Mr Walker continued.

"This sale will provide a tremendous platform for the 2008/09 financial results."

Raymond Ltd is one of the world's largest integrated manufacturers of worsted fabric.

"In addition to improving ANDAR's performance, we are also implementing the agreement with the Trustees of the IWS Retirement Benefits Plan," Mr Walker noted.

"Regulatory authorities in the UK have now given all of the approvals required for the agreement and we made the first payment to the Trustees at the end of June. The next payment is due in March 2009."

GIC (as Australian Wool Services) reached agreement in October 2007 with the Trustees of the IWS Retirement Benefits Plan to compromise its obligation to the Plan and to finalise once and for all any on-going commitment by Australian woolgrowers. This agreement involves a series of payments by GIC to the Plan, with the final payment to be made in 2010.

In conclusion, Mr Walker said “We will be able to provide further detail, including our full financial results for 2007/08, at our Annual General Meeting, which will be held in the last quarter of 2008.”

For an interview and further information contact:

Peter J J McKeown
General Counsel and Company Secretary
Graziers' Investment Company Limited
Phone: (03) 9340 1601
Email: peter_mckeown@graziersinvestco.com.au