

14 November 2006

**CENTURY AUSTRALIA**  
INVESTMENTS LIMITED

Company Announcements Office  
Australian Stock Exchange Limited  
Level 4, 20 Bridge Street  
SYDNEY NSW 2000



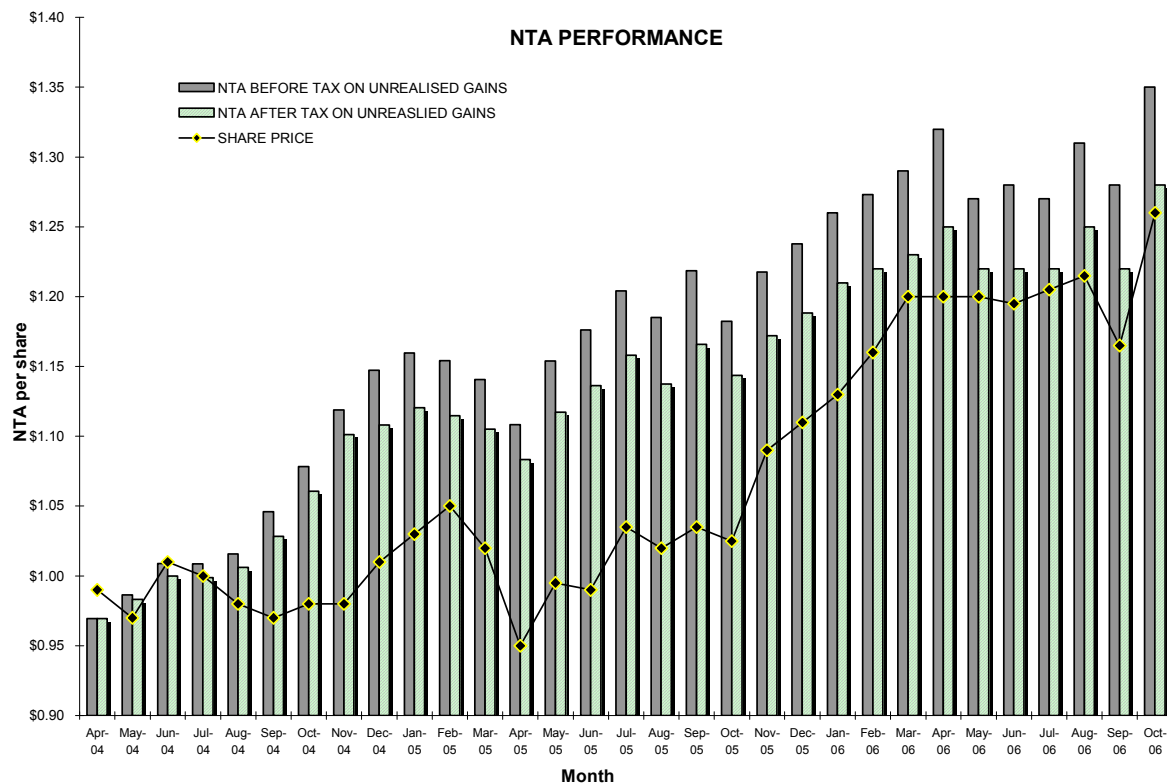
Dear Sir/Madam

**MONTHLY NET TANGIBLE ASSETS PER SHARE<sup>1</sup>**

The unaudited Net Tangible Asset Backing for Century Australia Investments Limited ("Century Australia") is as follows:

Month	NTA per share before estimated tax on unrealised income & gains <sup>2</sup>	NTA per share after estimated tax on unrealised income & gains <sup>3</sup>
31 October 2006	1.35	1.28

**NTA Performance**



Century Australia's NTA has now risen by more than 38 cents or 39% since the Initial Public Offering in April 2004 and 17 cents or 14% in the past 12 months to 31 October 2006.



## Market Review

The Australian sharemarket (as measured by the S&P/ASX 300 Accumulation Index) rose 4.7% in the month of October. The rise was again largely fuelled by takeovers and takeover speculation with corporate activity at the forefront across a number of sectors. The US share market also performed strongly with the S&P 500 (up 3.3%) reaching five and a half year highs and the Dow Jones reaching record highs.

Takeover activity included Suncorp-Metway (down 5.2%) bidding for Promina Group (up 14.7%), Mexican company Cemex bidding for Rinker (up 33.5%) along with offers for Flight Centre (up 24%) and APN News and Media (up 20.5%). In addition there was a flurry of takeover speculation in the media sector post the announced changes to media ownership laws.

The market's strong performance in October was primarily driven by three sectors, namely Materials (up 9.5%), Telecommunications (up 6.7%) and Consumer Discretionary (up 6.6%). The poorest performing sectors were Consumer Staples (down 0.7%) and Utilities (down 0.1%).

The outperformance of the Materials sector was largely due to Rinker becoming the subject of a US\$13 (A\$17) hostile bid by Mexican based cement company Cemex. The diversified resource companies BHP Billiton (up 6.4%) and Rio Tinto (up 11.8%) also outperformed.

The Telecommunications sector outperformed the market with Telstra (up 6.7%) holding an upbeat investor strategy day and launching the T3 prospectus. Telecom NZ (up 6.1%) also rallied following more positive comments at the company's AGM.

The strong contribution from the Consumer Discretionary sector was primarily attributable to media stocks where a number of media players established positions in potential takeover targets. News Corporation purchased a 7.5% stake in John Fairfax Holdings (up 15.2%) and Seven Network acquired a 14.9% stake in West Australian Newspapers (up 14.3%). Publishing & Broadcasting Limited (up 4.1%) announced they proposed to split out their media assets into a new vehicle with the objective of releasing capital to concentrate on acquiring further gaming assets.

The Financials (ex Property) sector (up 5.5%) outperformed marginally during the month with a sound performance from the banks, particularly ANZ Bank (up 8.1%) and Westpac Bank (up 5.4%) along with solid gains in Promina Group, AMP (up 6.3%) and Insurance Australia Group (up 5.2%).

Consumer Staples underperformed after Coles Myer (down 4.1%) rejected a revised highly conditional takeover proposal from a private equity consortium at \$15.25 per share.

## Portfolio Review

Century's underlying investment portfolio returned 6.01% for the month versus the benchmark return of 4.71%. Positive contributors to performance for the month included overweight positions in Promina Group, John Fairfax Holdings and Ten Network Holdings. Detractors from performance for the month included an overweight position in Coles Myer Limited.

## Investment Outlook

The strength in the market in October continued to be driven by merger and acquisition activity as opposed to fundamental valuations, including takeover offers for Promina Group, Rinker and Flight Centre. The announced changes to media ownership legislation prompted a number of strategic stakes being taken in media companies ahead of potential consolidation in the sector.

The Manager retains their cautious outlook on the Australian equity market, as the market continues to reach new all time highs, principally driven by actual and speculated takeover activity, which in the Manager's view, is pushing share prices for many companies beyond fundamental valuations.



The top equity holdings of the Company as at the 31 October 2006 were as follows:

Security Name	% of Portfolio
Westpac Banking Corporation	7.4
BHP Billiton Limited	6.2
National Australia Bank Limited	5.2
Insurance Australia Group Limited	4.8
Promina Group Limited	4.3
Alumina Limited	3.8
AMP Limited	3.8
Coles Myer Limited	3.7
News Corporation Limited	3.6
Telstra Corporation Limited	3.4

As at the 31 October 2006, the portfolio held 13.9% in cash.

### Correction to 2006 Annual Report

It has recently come to the attention of the Board that an error was unfortunately contained in the notes to the financial statements contained in the 2006 Annual Report. The error was identified as part of the reconciliation of the franking account balance post the recent dividend payment and do not impact the financial statements.

Note 5(c) includes an estimate of the franking credit balance at 30 June 2006 of **\$8,253,000**. This amount erroneously includes a provision for 2005 income tax twice and is therefore overstated. The correct franking credit balance at 30 June 2006 was **\$5,348,399**.

The franking credit balance only includes debits for dividends paid during year, as outlined in Note 5(a) and 5(b) and dividends payable.

The Board has decided to provide clarification on this matter to assist investors in making appropriately informed decisions.

Century Australia Investments Limited

M Hart  
Chief Executive Officer

### Footnotes

<sup>1</sup> The calculation is based on the Company's interpretation of law relating to ASX Listing Rule 4.12.

<sup>2</sup> The Net Asset Backing is based on investments at market value and is after provision for tax on net realised gains and before providing for deferred tax on unrealized gains on its long term investments.

<sup>3</sup> Century Australia is a medium to long term investor and does not intend disposing of its total portfolio. However, under AIFRS the Company is required to provide for estimated tax on gains that would arise on such a disposal.

