AUSTRALIAN UNITED INVESTMENT COMPANY LIMITED

ABN 37 004 268 679

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MELBOURNE VIC 3000
AUSTRALIA

TEL (613) 9654 0499
FAX (613) 9654 3499

9 November 2007

The General Manager
Australian Stock Exchange Limited
Company Announcements Office
Exchange Centre
20 Bond Street
Sydney NSW 2000

Dear Sir,

NET ASSET BACKING

Directors advise that the unaudited net tangible asset backing of the Company's ordinary shares at 31 October 2007 was $9.87 per share (30 September 2007, $9.70). The net asset backing calculation is based on investments at market value, is after provision for tax on net realised gains and before estimated tax on unrealised gains.

Australian United Investment Company Limited is a long term investor and does not intend disposing of its total portfolio. However, under current accounting standards the Company is required to provide for estimated tax on any gains that would arise on such a theoretical disposal. After deducting this provision, the above figure would be $7.93 (30 September 2007 $7.79).

Yours sincerely,

A J Hancock
Company Secretary