

Date **Thursday 27 November 2008**

Subject **CGT cost base of nib shares confirmed**

The Australian Taxation Office (ATO) has advised that the cost base of nib holdings limited (nib) shares for Australian Capital Gains Tax (CGT) purposes is \$0.85 per share.

In 2007, nib demutualised and listed on the Australian Securities Exchange (ASX). As a result, Eligible Policyholders received shares in nib or sold their nib shares in a share sale facility prior to listing on ASX.

For nib Eligible Policyholders who received shares or sold their shares in the sale facility prior to listing, the CGT law has changed.

Under the new CGT law, nib Eligible Policyholders who received shares or sold their shares in the sale facility prior to listing will not have incurred a capital gain or loss as a result of receiving the shares.

However, any sale of nib shares received through the demutualisation and sold after nib listed on ASX, is a CGT event and may be subject to a capital gain or capital loss. The ATO has advised that the cost base of nib shares for capital gains tax calculations is \$0.85 per share.

nib shareholders are encouraged to seek independent advice with regards to their personal taxation obligations or contact the Australian Taxation Office.

Further information, including a fax sheet regarding the cost base of nib shares can be found at the Australian Taxation Office website (www.ato.gov.au).

FURTHER INFORMATION

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