



AWB Limited ABN 99 081 890 459

All correspondence c/-

Computershare Investor Services Pty Limited

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21 May 2008

Dear Shareholder,

I am writing to update you on your company's recent progress, changes to our dividend reinvestment plan, and our proposed constitutional reform.

2008 Interim Profit Result

AWB has announced its financial results for the half year ended 31 March 2008. These results show that the rebuilding of the company is starting to generate better returns. All major business divisions were profitable at the half year, and the result from our Rural Services division, Landmark, was excellent. Profits from our traditional Australian Commodities business recovered rapidly despite extensive restructuring, and Landmark Financial Services also performed well in challenging conditions. The International Commodities result was down on the previous period, due to higher operating costs and lower volumes.

	2008 \$M	2007 \$M	Change
Net profit after tax before significant items	48.7	24.9	96%
Significant items *	(26.4)	(13.1)	
Net profit after tax	22.3	11.8	89%
Earnings per share	6.42c	3.41c	88%
Dividend per share (payment date 7 July 2008)	4.0c	4.0c	

Dividend Reinvestment Plan (DRP) change

Your board wishes to encourage shareholder participation in the DRP. Accordingly, we have decided to introduce a 2.5% discount to be applied when determining the DRP allotment price. Previously, no discount was applied.

Key features of the DRP are:

- Participation is optional, and can be on a full or partial basis;
- The DRP pricing period is a ten business day period after the record date;
- Entitlements ending in fractions of a share will be rounded down to the next full share, with the cash residual paid to charity (currently *beyondblue* rural programs); and
- There are no transaction costs payable by participants.

* The 2008 significant item is a provision for a possible liability arising from litigation brought by Standard Chartered Bank. An appeal against the judgement was filed by AWB in January 2008.

The full DRP rules are available from the AWB website www.awb.com.au.

Enclosed with this letter are a personalised DRP form and a reply paid envelope. Please note that if you wish to join the DRP or amend your participation for the interim dividend, you must complete and return the form to reach the share registry, (or log in at www.computershare.com and update your participation), no later than 5:00pm (Melbourne time) on the record date of 5 June 2008.

Constitutional reform

Your Board of Directors has also resolved to convene a meeting of shareholders to consider constitutional reform once wheat export marketing arrangements change.

Meetings of shareholders to consider constitutional reform are expected to be held in late August 2008, with details to be sent to shareholders in July 2008.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'B. Stewart', with a horizontal line drawn through it.

Brendan Stewart
Chairman