

# SCARBOROUGH EQUITIES LIMITED

ABN 58 061 287 045

Tuesday, 14 June 2005

## MARKET ANNOUNCEMENT

### Net Tangible Asset Backing - 31 May 2005

Month Ending:	% Change	Current Month 31 May 2005	Previous Month 30 April 2005
Pre-Tax NTA Backing per share (cents)	+1.66%	21.82	21.46
Post-Tax NTA Backing per share (cents)	+2.27%	21.13	20.66
Based on total issued share capital		75,312,820	75,312,820

#### Notes:

- (1) The above disclosure is for SCB and its controlled entities (SCB Group).
- (2) The SCB Group's investments are based upon market value at month end.
- (3) The post-tax NTA backing per share is reported net of provision for tax liabilities on the SCB Group's net profit (including after any realised and unrealised gains on investments) after consolidation.
- (4) The NTA position (pre-tax) reflects the investment portfolio of the Company which comprise the following gross assets:
  - (a) \$13.795 million invested in the FSP Equity Leaders' Fund managed by the Company's investment manager, FSP Equities Management Limited;
  - (b) 24,788,016 shares in Drillsearch Energy Limited with a market value of \$1.685 million (at 6.80 cents per share);
  - (c) Other listed share investments with a market value of approximately \$63,000;
  - (d) \$382,500 cash receivable arising from the settlement of litigation costs orders (this will increase to \$482,500 if not paid by 30 June 2005).

#### About The FSP Equity Leaders' Fund (FSP Fund)

The FSP Fund is a wholesale fund not open to retail investors. The investment management team is led by Mr Ronni Chalmers. As the objective of the fund is to outperform the S&P/ ASX 200 Accumulation Index over the medium term, FSP targets at least 75% of the investments of the fund in securities from the ASX 200 Index. The fund is currently invested in over 90 stocks.

The 12 month net performance of the FSP Fund to 31 May 2005 has been 25.73%. The benchmark performance (S&P/ASX 200 Accumulation Index) has been 23.82%.

#### For further information:

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