



5 October 2006

The Manager
Company Announcements Office
Australian Stock Exchange Limited
Stock Exchange Centre
530 Collins Street
Melbourne VIC 3000

Dear Sir,

AuSelect Limited (AuSelect) – Takeover bid for Sedimentary Holdings Ltd (Sedimentary)

We **enclose** a copy of a letter sent to Sedimentary shareholders dated 5 October 2006 and accompanying notice of variation in relation to AuSelect's takeover bid for Sedimentary that has today been lodged with ASIC under section 650D(1)(b) of the *Corporations Act 2001* (Cth) giving notice that the offer period in respect of AuSelect's offers to acquire shares in Sedimentary (**Offers**) has been extended to 7.00 pm Melbourne time on 19 October 2006.

Yours faithfully

Peter J Maloney
Company Secretary

AuSelect Limited

ABN 53 077 885 208

Level 4 15 Queen Street Melbourne VIC 3000 Telephone + 61 3 9614 8008 Facsimile + 61 3 9614 8009

Email aus@auselect.com.au Website www.auselect.com.au

5 October 2006

Dear Sedimentary Shareholder,

**AUSELECT LIMITED (AUSELECT) – EXTENSION OF OFFER TO
19 OCTOBER 2006.**

AuSelect is pleased to advise that as at close of business on 3 October 2006, AuSelect holds 89.3% of Sedimentary's ordinary shares.

Sedimentary's directors have recommended unanimously that you ACCEPT AuSelect's Offer, in the absence of a higher offer, for all your ordinary shares in Sedimentary.

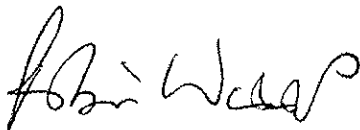
To enable continued acceptances by Sedimentary shareholders for AuSelect's RECOMMENDED OFFER, AuSelect is extending the offer period by a further 2 weeks.

The RECOMMENDED OFFER is now scheduled to close at 7.00pm on Thursday, 19 October 2006. Enclosed is a notice of extension of the offer by AuSelect to acquire all your ordinary shares in Sedimentary.

Now that AuSelect's holding in Sedimentary is in excess of 80%, Sedimentary shareholders that would otherwise derive a capital gain as a result of accepting AuSelect's offer should be entitled to choose scrip-for-scrip rollover relief. The effect of choosing scrip-for-scrip rollover relief would be that the capital gain arising from the exchange of Sedimentary shares with AuSelect shares would effectively be disregarded for Australian capital gains tax purposes. More information concerning the Australian tax consequences of accepting AuSelect's offer are set out in Part E of AuSelect's Bidder's Statement

Should you have any questions, please feel free to contact the AuSelect Offer Information Line on 1300 360 917 (toll-free within Australia) or +61 3 9415 4337 (for international callers) or contact your broker or financial adviser.

Yours faithfully



**Robin Widdup
Managing Director**



AuSelect Limited

A copy of this notice was lodged with the Australian Securities and Investments Commission (ASIC) on 5 October 2006. ASIC takes no responsibility for the contents of the notice.

**NOTICE OF VARIATION OF TAKEOVER OFFER
FOR BID CLASS SECURITIES IN SEDIMENTARY HOLDINGS LTD**

TO: Sedimentary Holdings Ltd ABN 92 000 697 183 (Sedimentary)
AND TO: The holders of all of the ordinary shares in Sedimentary registered at 8.00am Melbourne time on 21 July 2006 who have not already accepted the offer (the "Offerees").

EXTENSION OF OFFER PERIOD

By this notice AuSelect Limited ABN 53 077 885 208 (AuSelect) varies its offers dated 1 August 2006 for all of the ordinary shares in Sedimentary (Offers) by:

- (a) extending the period during which the Offers remain open for acceptance until 7.00pm Melbourne time on 19 October 2006; and
- (b) substituting the date "19 October 2006" for the date "5 October 2006", in the following sections of the Bidder's Statement and accompanying documents dated 18 July 2006 (as varied by the notices of variation dated 1 September 2006 and 21 September 2006 and pursuant to section 624(2) of the *Corporations Act 2001* (Cth)):
 - (i) the "Important Information" section under the heading "Important Dates";
 - (ii) the Managing Director's letter to Sedimentary Shareholders on page 2;
 - (iii) the "Why You Should Accept" section on page 4;
 - (iv) the "How to Accept the Offer" section on page 10;
 - (v) the "Summary of the Offer" section on page 11; and
 - (vi) section 7(a) of the Offers.

DATED 5 October 2006

SIGNED on behalf of AuSelect Limited by Robin Widdup and John O'Reilly being 2 directors of AuSelect Limited who are authorised to so sign by a resolution passed at a meeting of the directors of AuSelect Limited.

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Director

.....
Director