



18 August 2006

Dear CCI Shareholder

Offer by Australian Laboratory Services Pty Ltd (CBL) for CCI Holdings Ltd (CCI) extended

I am writing to inform you that CBL's offer for CCI has been extended so that the offer is now scheduled to close at 5.00pm Australian Eastern Standard Time on **Tuesday 12 September 2006** unless further extended. Enclosed is a formal notice extending the offer period and varying the terms of the offer accordingly.

CBL is concerned that the full impact of the settlement of the litigation between CCI and its former Executive Chairman, John Cannane, announced to the market on 9 August 2006 has not been properly disclosed. CBL believes that it is not appropriate for its offer to close while shareholders are not fully informed regarding this issue.

CBL has sent a letter to CCI (a copy of which is also enclosed) again asking for the disclosure of all relevant information about the settlement. Pending a response, CBL has decided to extend its offer by 14 days.

If CCI shareholders have any questions about the offer, they should call the Shareholder Information Helpline on 1300 367 574 (for callers within Australia) or +61 3 9415 4182 (for callers outside Australia) or email at companysecretary@campbell.com.au or consult their professional financial advisor.

Yours faithfully

Geoff McGrath
Chairman

AUSTRALIAN LABORATORY SERVICES PTY LTD

ACN 009 936 029

NOTICE OF VARIATION OF OFFER PERIOD

TO: CCI Holdings Limited ACN 000 680 740
AND TO: Australian Securities and Investments Commission
AND TO: Australian Stock Exchange Limited
AND TO: Each person to whom an offer was sent under the off-market bid

Australian Laboratory Services Pty Ltd gives notice under section 650D of the *Corporations Act 2001* (Cth) of a variation of the takeover offers contained in Australian Laboratory Services Pty Ltd's Bidder's Statement, dated 18 July 2006 ('**Bidder's Statement**').

Australian Laboratory Services Pty Ltd varies the Bidder's Statement by extending the period during which the offers remain open for acceptance until 5.00pm Australian Eastern Standard Time on 12 September 2006 (unless this period is further extended or the offers are withdrawn in accordance with the *Corporations Act 2001* (Cth)).

The time for giving notice of the status of the conditions attaching to the offer under section 630 of the *Corporations Act 2001* (Cth) will consequently be varied so that the date for giving this notice will now be 5 September 2006.

SIGNED for and on behalf of Australian Laboratory Services Pty Ltd according to a resolution of the sole director of Australian Laboratory Services Pty Ltd dated 17 August 2006 authorising Greg F Kilmister to sign this notice.

DATE 18 August 2006



Greg F Kilmister
Director

A copy of this notice was lodged with the Australian Securities and Investments Commission on 18 August 2006. The Australian Securities and Investments Commission takes no responsibility as to the contents of this notice.



18 August 2006

Mr Peter E.J. Murray
Chairman
CCI Holdings Limited
29 Rosegum Close
WARABROOK NSW 2304

Dear Mr Murray

Australian Laboratory Services Pty Ltd (CBL): Offer to acquire shares in CCI Holdings Limited (CCI)

It has now been over a week since the market was advised that CCI and a number of CCI directors would be required to pay a combined \$1.5 million to John Cannane in relation to the litigation brought by Mr Cannane against CCI. As a CCI shareholder, we believe that the CCI board has now had sufficient time to quantify the financial impact of the \$1.5 million settlement and CCI's no doubt significant legal costs which have not yet been notified to shareholders.

The information provided in the Supplementary Target's Statement dated 9 August 2006 was not sufficient for shareholders to quantify the financial impact of the settlement. The \$1.5 million payout to Cannane and CCI's legal costs are expected to have a significant impact on CCI's unaudited FY2006 net profit of \$3.357 million.

The financial impact of the Cannane litigation is critical to many shareholders' decision as to whether they will accept CBL's offer of \$0.31 for each CCI share.

We repeat our request that the board of CCI properly inform shareholders and the market, as a matter of urgency, by clarifying the following information:

- The amount of the settlement payable to John Cannane that will be paid by CCI as opposed to directors Murray, Hughes and Birthistle and Imperial Pacific Fund Managers Pty Ltd who were also parties to the settlement agreement;
- The costs incurred by CCI in defending the litigation;
- Whether CCI had entered into any arrangements with directors Murray, Hughes and Birthistle in relation to the costs of the litigation;
- Whether CCI is planning to recover any of the costs it has incurred under the settlement agreement by taking legal action against directors Murray, Hughes and Birthistle; and
- The precise effect that the payment of a substantial amount of money to John Cannane under the settlement agreement will have on the financial results announced to the market by CCI on 19 July 2006 and on the financial information contained in the Target Statement sent to CCI shareholders on 2 August 2006.

We look forward to a prompt response.

Yours sincerely

Geoff McGrath
Chairman