

announcement



22 September 2005

PROFIT UPDATE

Pursuant to Listing Rule 3.1, Australian Wealth Management (AWM) advises that the company's full year net profit after tax is expected to be approximately \$5.8 million which is above its Scheme Book forecast.

This is a direct result of AWM's subsidiary, Bridges Financial Services, being successful in its NSW Supreme Court hearing against NSW Office of State Revenue (as announced on 9 August 2005). The appeal period for the judgment lapsed yesterday, and as a result of this AWM is able to release provisions it held against this matter.

Further, the release of these provisions has afforded AWM the opportunity to bring into the current year several of its key strategic initiatives, previously planned for 2006. These initiatives are expected to improve AWM's processes, quality and ultimately reduce its costs.

The full-year result to 30 September 2005 remains subject to the finalisation of year end accounts and an external audit. AWM's full year results will be announced on 24 November 2005.

Ends

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