



LEMARNE CORPORATION LIMITED
A.C.N. 004 834 584

24 January 2007
SLM/ms

Company Announcements Office,
The Australian Stock Exchange Limited,

COMPOSITION OF BUY-BACK PRICE OF \$2.81 PER SHARE

The ATO has determined that the composition of the buy-back price per share should be 65 cents capital (was 54 cents) and \$2.16 deemed dividend (was \$2.27).

As previously advised, the indexation component of the buy-back price was 11 cents, and it has now been communicated by the ATO, as a matter of policy, that the indexation amount should be treated as a capital component of the buy-back price as opposed to dividend.

New buy-back statements will be issued to shareholders to replace those issued to shareholders on 30 November 2006.

S.L. MASON
Company Secretary