

GARRATT'S LIMITED

ACN 000 003 725

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Company Announcements Office
Australian Stock Exchange
Level 4
20 Bridge Street
Sydney NSW 2000

31 March 2000

Via Facsimile To: 1300 300 021

ANNOUNCEMENT

APPENDIX 3B NEW ISSUE OF 1,450,000 SHARES

In accordance with Listing Rule 3.10.3, following is a copy of the completed Appendix 3B.

Petah Fitzsimmons
Group Company Secretary

Appendix 3B

New issue announcement

The information in this form must be given to the ⁺company announcements office if an entity proposes to issue ⁺securities. Information or documents not available now must be given to ASX as soon as available.

Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99.

Name of entity

Garratt's Limited

ACN, ARBN or ARSN

ACN 000 003 725

We (the entity) give ASX the following information.

Part 1 - All issues

1	⁺ Class of ⁺ securities to be issued	Ordinary Shares
2	Number of ⁺ securities to be issued	1,450,000
3	Issue price of the ⁺ securities	\$1.20 per share
4	If the ⁺ securities are ⁺ convertible, a summary of their main terms	N/A
5	The amount to be raised by the issue	\$1,740,000
6	Is there a right to accept or retain over-subscriptions? If so, give details	No

⁺ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

7	Purpose of the issue	To increase cash resources.
8	Will the ⁺ securities participate in dividends (in the case of a trust, distributions) or interest? If so, give the date from which they will participate, and the extent to which they will participate.	Same as for existing shares.
9	Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests).	Same as for existing shares.

Part 2 - Issue to a class of security holders

If the issue is a placement, this part does not need to be completed

10	If the issue is to a ⁺ class of ⁺ security holders, is it renounceable or non-renounceable?	N/A
11	Ratio in which the ⁺ securities will be offered	N/A
12	⁺ Class of ⁺ securities to which the offer relates	N/A
13	⁺ Record date to determine entitlements	N/A
14	Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	N/A
15	Policy for deciding entitlements in relation to fractions	N/A
16	Names of countries in which the entity has ⁺ security holders who will not be sent new issue documents Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7.	N/A

+ See chapter 19 for defined terms.

17	Closing date for receipt of acceptances or renunciations	N/A
18	Places where applications may be lodged	N/A
19	Amount payable on acceptance	N/A
20	If the +securities are partly paid, future call dates and amounts payable Cross reference: rule 2.1 Condition 4.	N/A
21	Names of any underwriters	N/A
22	Amount of any underwriting fee or commission	N/A
23	Are there any clauses in an underwriting agreement that may affect the obligations of an underwriter? If so, give details, and identify those that may be invoked before the issue opens and those that may be invoked after it opens	N/A
24	Names of any brokers to the issue	N/A
25	Fee or commission payable to the broker to the issue	N/A
26	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of +security holders	N/A
27	If the issue is contingent on +security holders' approval, the date of the meeting	N/A

+ See chapter 19 for defined terms.

Appendix 3B
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28	Date entitlement and acceptance form and prospectus will be sent to persons entitled	N/A
29	If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders	N/A
30	How will entitlements not taken up by ⁺ security holders be dealt with?	N/A
31	Will the securities be quoted? Cross reference: rule 2.8.	N/A
32	Date rights trading will begin (if applicable)	N/A
33	Date rights trading will end (if applicable)	N/A
34	How do ⁺ security holders accept their entitlements in full?	N/A
35	How do ⁺ security holders sell their entitlements <i>in full</i> through a broker?	N/A
36	How do ⁺ security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	N/A
37	How do ⁺ security holders dispose of their entitlements (except by sale through a broker)?s	N/A
38	⁺ Despatch date	N/A

Sign here: _____ Date: 31 March 2000
(Director)

Print name: Christopher Campbell

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+ See chapter 19 for defined terms.