

Media Release

18 June 2003

Investment in GOLD increases by 50% in the last month

Investment in Gold Bullion Securities (ASX code: GOLD) continues to accelerate, increasing by 50 per cent in the past 30 days, taking trust assets to almost \$50 million.

Since listing on the Australian Stock Exchange in late March 2003, 912,059 new GOLD have been issued, backed by 91,205 ounces of gold. This equates to almost 3 tonnes of physical gold.

The chairman of Gold Bullion Limited, Graham Tuckwell, expects investment in GOLD to continue to accelerate as the merits of holding gold as part of an investment portfolio are recognised by a growing number of international and domestic investors.

"Following the lead set by international investors, individual and institutional investors in Australia have substantially increased their investment in GOLD in the last month," Mr Tuckwell said. "As a result, GOLD is now the fifth most actively traded gold share on the ASX."

Investing in gold was shown, in a research paper by Dr David Knox of PricewaterhouseCoopers in November 2002, to provide investors with 'insurance' against extremely negative investment returns

The world-first exchange listing by Gold Bullion Limited of securitised gold has been followed in recent weeks by the announcement of a number of proposed listings of gold investment products, similar to GOLD. However Mr Tuckwell, expects continued strong interest in GOLD due to its simple and secure structure.

“Gold Bullion Securities continue to be the only form of listed investment that gives investors 100% ownership of gold bars, with no credit risk. They are also highly liquid and accessible, with gold able to be delivered to an investor within two days. Trading and holding costs are built into the share price and the costs are amongst the lowest of any listed fund in the world.

“Additionally, the design of Gold Bullion Securities complies with the criteria of many superannuation fund trust deeds, making it possible for superannuation funds to hold physical gold for the first time,” Mr Tuckwell said.

	15 May 2003	17 June 2003
Number of GOLD on issue	Over 600,000	Over 900,000
Value of new GOLD shares created since listing	A\$33 million	A\$49 million
Physical gold held on trust with the Custodian Bank	60,800 ounces of gold	91,200 ounces of gold
Average daily turnover	Over A\$1 million	Over A\$1 million

End

BACKGROUND:

The listing of GOLD on the ASX in March 2003 was a world first. It gives investors an unprecedented ability to buy a direct interest in bars of gold bullion

easily, cost-effectively and securely. Investors in GOLD own a specific portion of a gold bar, not just a promise by a bank or other party to pay in gold. The physical gold is held in London vaults and insured by the Custodian Bank (HSBC USA), with all receipts and payments of gold being 'ring-fenced' for optimum security.

Further information

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Additional information

- Gold bullion securities prospectus : www.goldbullion.com.au
- 'Gold bullion and superannuation investment policies' report by PricewaterhouseCoopers Actuarial : www.goldbullion.com.au/download/PWCreport.pdf
The report was commissioned by Gold Bullion Limited.

Legal Disclosure

Any comments expressed in this media release do not constitute financial advice. Anyone considering making an investment in Gold Bullion Securities should consult their financial planner first as every individual's investment objectives and circumstances are different.