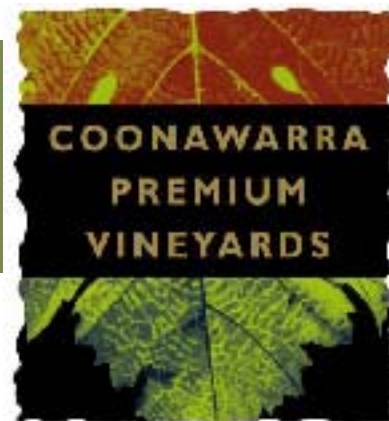


Coonawarra Premium Vineyards Project Autumn 2008 Newsletter



GROUP MANAGING DIRECTOR'S REPORT

2009 BUD BURST

Bud Burst has occurred in all blocks of Chardonnay and Merlot. Shiraz blocks are in early burst mode and cabernet will soon follow.

Frost season is now well upon us and the vineyard staff have been flat out installing frost upgrades and repairing the existing frost system to ensure that the vineyard is well prepared to handle severe frost events that are prone to the Coonawarra Region.

2008 HARVEST

The 2008 District weighted average prices (DWAP) have been released by the Phylloxera Board 2008, resulting in \$1,601,363 proceeds from grapes sold.

Although we did not experience as significant year on year increase in grape prices as in 2007, a solid increase in the Shiraz price and a relatively stable Cabernet Sauvignon price ensured a net increase for the estimate at 2007 DWAP of \$1,541,803. These proceeds will be distributed in November 2008. The tables below detail the year on year DWAP and final summary of the 2008 harvest.

Rex Watson
Group Managing Director

WINE OFFER

Don't miss out on these amazing offers from the Watson Wine Group. Turn over for more information.

KEEPING YOUR DETAILS UP TO DATE

With the end of financial year looming, it is important that our records are kept up to date to ensure that you receive all of the important correspondence regarding your investment. If you have moved recently and are yet to update your details please contact investors@coonawarravineyard.com.au or call the head office on (08) 8338 3400.

