

MEDIA RELEASE

9 April 2004

CHALLENGER EXITS BIOTECH CAPITAL LIMITED

9 April 2004, Sydney - Diversified financial services company Challenger Financial Services Group Limited (CGF), today announced that Challenger had exited its management contract with Biotech Capital Limited (BTC).

The shareholders of Biotech Capital Limited supported a resolution at a general meeting held yesterday, for Biotech Capital to buy back all of Challenger's shares and options for approximately \$3 million.

Biotech Capital paid an additional \$600,000 for Challenger to release it from its management contract.

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