

25 October, 2010



The Manager
Company Announcements
Australian Securities Exchange
Exchange Centre
Level 4
20 Bridge Street
SYDNEY NSW 2000

Dear Sir or Madam,

In accordance with our continuous disclosure responsibilities, the Directors advise that on current indications, the Company's operating profit after tax for the half-year ending 31 December, 2010 - excluding realised gains or losses on long-term investments - is estimated to be approximately 15% above the previous corresponding period.

Dividends received when DuluxGroup Limited demerged from Orica Limited and from the recent Woolworths Limited share buy-back have contributed to this estimated result.

Also, Milton Corporation Limited and Choiseul Investments Limited, in which Argo holds shares, are proposing a merger that will be voted on in late November 2010. If approved, it is expected that the interim dividends from Milton and Choiseul for the year ending 30 June, 2011 will be accounted for by Argo in the half-year ending 31 December, 2010, instead of the second half of the financial year when they would normally be declared. In addition, if the transaction is approved, a special dividend from Choiseul will be accounted for in the half-year ending 31 December, 2010.

On the basis that this merger transaction proceeds, Argo's operating profit after tax for the half-year ending 31 December, 2010 - excluding realised gains or losses on long-term investments - is estimated to be approximately 20% above the previous corresponding period.

Yours faithfully
ARGO INVESTMENTS LIMITED

A handwritten signature in black ink, appearing to read "T.C.A. Binks".

T.C.A. Binks
Company Secretary

Argo Investments Limited

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