

21 December 2006

The Manager
Australian Stock Exchange Limited
20 Bridge Street
SYDNEY NSW 2000

Allco Finance Group Ltd (ASX Code: AFG)

Allco Finance
Group Limited
ABN 53 077 721 129

AFG successfully completes \$500m capital raising following close of Retail Offer

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Allco Finance Group Limited (ASX: AFG) (**Allco**) announces its retail entitlement offer to eligible retail shareholders was successfully closed at 5.00pm (AEDST) on 18 December 2006, with 85.0% of the entitlements of eligible retail shareholders taken up.

The entitlements of eligible retail shareholders not taken up under the retail entitlement offer and those of ineligible retail shareholders (in total being entitlements for approximately 1.8m shares) were sold under a bookbuild sale process conducted by Credit Suisse on 20 December 2006 at a price of \$12.60 per share.

Adelaide /

Frankfurt /

Hong Kong /

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Eligible retail shareholders who elected not to take up some or all of their entitlement, and ineligible retail shareholders, will receive \$4.60 per entitlement. This equals the difference between the retail bookbuild price of \$12.60 per share and the \$8.00 entitlement offer price. Entitlement proceeds are expected to be despatched on or before 11 January 2007.

Melbourne /

New York /

San Francisco /

Singapore /

The allotment of shares under the retail entitlement offer and the retail bookbuild is scheduled to take place on 9 January 2007. The new shares are expected to commence trading on ASX on a deferred settlement basis on 10 January 2007 and, following despatch of holding statements, on a normal settlement basis on 12 January 2006. Shareholders who trade shares before receiving their holding statement do so at their own risk.

Enquiries about the retail entitlement offer should be made to the Allco share registry on 1 300 367 838 (from within Australia) and 0800 555 017 (from within New Zealand).

Yours faithfully



Tom Lennox
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ASX RELEASE

Contact Details

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About Allco Finance Group

Allco Finance Group ("Allco") is a fully integrated global financial services business, listed on the Australian Stock Exchange (ASX: AFG) and specialising in structured asset finance, specialised funds management and debt funding.

Allco commenced operations in Australia as a private structured finance business in 1979. The Group has evolved significantly from its origins as a leveraged lease packager and underwriter and is now a diversified finance group with a global network of operations.

Throughout its history, Allco has recognised that with change comes opportunity, and has positioned itself at the forefront of structured finance through product innovation.

Allco's business has grown rapidly as access to capital has facilitated the origination of more transactions. Headquartered in Sydney, Allco's growth prospects are augmented by its network of offices in key markets throughout UK/Europe, Asia and North America.