



MEDIA RELEASE
June 3rd, 2005

EARNINGS GUIDANCE FY 04/05

Clough Limited (**ASX:CLO**) offer the following as guidance for the financial year 2004/05.

The financial year 2004/05 loss after tax is currently estimated to be up to \$60 million compared to the half-year loss of \$42 million announced in February 2005. The additional loss will provide for ongoing disputes with clients on Fixed Price (EPC) contracts, primarily BassGas. Assessed legal fees to pursue recovery of the substantial incremental costs incurred on the BassGas contract are fully provided. Shareholders are referred to the action taken by Origin in April to draw down a further \$7 million of bonds.

In the context of the BassGas contract, the Company remains confident of its position with regard to this dispute and, in this respect, has today issued Origin and the BassGas Joint Venture with a formal notice under the contract detailing claims amounting to \$111.7 million.

The ultimate outcome of the claim and the amount recovered shall be determined by arbitration and a decision by the arbitrator is currently anticipated no earlier than April/May 2006.

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Clough is one of Australia's largest multi-disciplinary engineering and construction groups. Clough operates globally in industry sectors such as onshore and offshore oil and gas, petrochemicals, minerals, infrastructure and property and has a significant capability in project management and engineering.

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