

5 September 2003

The Manager  
Australian Stock Exchange  
Company Announcement Office  
Level 4  
20 Bridge Street  
Sydney NSW 2000

**Lodged Through ASX On Line**  
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Dear Sir

**MEDIA RELEASE - TRANZRAIL**

Please find attached for immediate release to the market, a Media Release with regard to the above mentioned subject.

Yours faithfully  
**TOLL HOLDINGS LIMITED**



**Bernard McInerney**  
**Company Secretary**

Encl.



## News release

### TOLL HOLDINGS GETS TRANZ RAIL DIRECTORS SUPPORT AND INCREASES BID PRICE

5 September 2003

Toll Holdings today announced it will increase its bid price for Tranz Rail to \$1.10 per share securing support from the company's Board of Directors and major shareholders.

The decision to raise the offer price comes following Toll's further due diligence of Tranz Rail, including their audited annual results which were released last week.

Managing Director Paul Little says further analysis has given Toll the confidence to increase its price, while still making it a financially viable transaction for the company and Tranz Rail shareholders.

"We are pleased that both the Tranz Rail board and major shareholders are supporting our new offer and believe we have overcome the final obstacle to a full takeover of the company."

Major shareholders, who collectively own more than 25% of Tranz Rail, have indicated their intention to sell their shares to Toll at the new price. They are Infratil Limited, Tower Asset Management, AMP Henderson, Brook Asset Management, and Alliance Capital Management.

Toll have also confirmed that the new offer will be open to shareholders until 10 October 2003 and is conditional on gaining 90% acceptance.

INCORPORATING TOLL HOLDINGS LIMITED ACN 006 592 089 AND  
SUBSIDIARIES  
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Little said once the takeover bid is successful, Toll would be seeking a dual listing on the New Zealand Stock Exchange.

“We are responding to many New Zealand investors who have indicated they would like to share in the upside of Toll’s ownership and management of Tranz Rail and a dual listing on the NZSE will make it easier for them to do that”.

“We believe that with the support of the Government, Tranz Rail and the company’s major shareholders we can now set about closing this deal and start to improve the rail services offered in New Zealand,” said Little.

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