

11 September 2006

Folkestone Limited

ACN 004 715 226

Level 24 / 360 Collins Street

Melbourne, Victoria 3000

Telephone: (03) 9670 7028

Facsimile: (03) 9642 1081

email: office@folkestone.com.au

website: www.folkestone.com.au

Commencement of new Managing Director and Chief Executive

Folkestone Limited announces that Mr Oscar Guglielmi commenced with the company as Managing Director and Chief Executive on 28 August 2006, replacing Mr Simon Lowe who was Acting CEO during the period between the retirement of the previous Chief Executive and the commencement of Mr Guglielmi.

For further information regarding this press release please contact:

Mr Alister Maitland
Chairman
Folkestone Limited
03-9670-7028

Mr Scott Martin
CFO & Company Secretary
Folkestone Limited
03-9670-7028