

30 May 2007

Dear Shareholder,

BEWARE OF UNSOLICITED OFFERS TO PURCHASE YOUR WIDE BAY SHARES

I am writing to inform you of a 'below value' offer to buy your Wide Bay Australia Ltd (WBB) shares that you may have received from Share Buyback Group Ltd (SBG) dated 25 May 2007. **My recommendation is that you disregard the offer.**

This group recently requested inspection of Wide Bay Australia's share register and made a copy. Under the Corporations Act, Wide Bay Australia is required to keep a register of its shareholders and this register must contain certain information about individual shareholders. Specifically, this information held on the register relates to shareholder names, address, number of shares held and the date on which the shareholder's name was entered in the register. The Wide Bay Australia share register is a public document and the Corporations Act gives rights to persons to inspect and obtain a copy of the register.

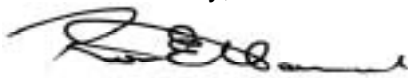
The "Offer to Buy" from SBG at a price of **\$7.73** for one Wide Bay Australia share is significantly less than our share price, which **yesterday, 29 May 2007 traded at \$12.70. At the close of business yesterday the Stock Market reported buyers at \$12.60 and sellers at \$12.67.** Shareholders should be aware that our share price is published in most daily newspapers and is available from the Australian Stock Exchange website, www.asx.com.au - under the code WBB. Shares are easy to sell through a range of stockbrokers.

Wide Bay Australia is concerned that you may unknowingly accept this offer and sell your shares at a price substantially under their market value. **The appearance of the offer document has an "official" look, but we would stress that the offer has no association whatsoever with Wide Bay Australia Ltd.**

If you wish to sell your shares, we recommend that you consult your financial advisor or contact your broker before taking any action. If you need a broker, please contact the Australian Stock Exchange's Customer Service Centre on 131 279.

If you have any questions in relation to this matter, please telephone our Company Secretary, Bill Schafer, on 07 4150 4075.

Yours faithfully,



R E Hancock
Managing Director