

WEBSTER

Webster Limited ABN 23 009 476 000

349 Forth Road
FORTH TAS 7310
Postal address
PO Box 1283
FORTH TAS 7310
Australia
Telephone 61 (03) 6427 5000
Facsimile 61 (03) 6427 5001

8th December 2009

The Manager
Companies Announcement Section
Australian Stock Exchange
Level 4
20 Bridge Street
SYDNEY NSW 2000

Via elodgement

Dear Sir/Madam,

Small Holding Sale Facility – Unmarketable Parcels

Please find attached documentation being sent to eligible shareholders with an unmarketable parcel of Webster Ltd shares offering a sale facility.

Susan Stegmann

Company Secretary

WEBSTER

Webster Limited ABN 23 009 476 000

Registered Office
P O Box 1283
Devonport Tas 7310

000001 
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SAM
MR JOHN SAMPLE
FLAT 123
SAMPLE STREET
SAMPLE STREET
SAMPLE STREET
SAMPLETOWN VIC 3030

P 03 6427 5000
F 03 6427 5001

4 December 2009

Sale of your Shareholding in Webster Ltd – Notice of Divestment

This letter and the enclosed Terms and Conditions contain important information about your shares in Webster. If you do not respond to this letter Webster will be entitled to have your shares sold for you and send you the sale proceeds.

Dear Shareholder

I am writing to offer all shareholders with a holding of Webster Shares valued at less than \$500 (an unmarketable parcel) a Small Holding Sale Facility (**the Facility**).

Due to the high brokerage costs incurred in selling a small number of shares and the considerable expense to Webster in maintaining small shareholdings (including the printing and mailing costs of Annual Reports and Notices of Meeting, and share registry costs), Webster would like to encourage you to sell your existing holding through the Facility.

Our records indicate that you are the holder of an unmarketable parcel of shares (based on your shareholding on 3 December 2009 and the Australian Stock Exchange (**ASX**) closing price of A\$0.50 on 3 December 2009). As at 3 December a marketable parcel was at least 1000 shares.

If you wish to sell your shares under the Facility, you do not need to take any action

If you do **not** sign and return the enclosed Share Retention Form and your shareholding at 5pm on 22 January 2010 (**Closing Date**) is less than a marketable parcel (\$500), Webster will sell the number of shares you hold at 5pm 22 January 2010. The sale proceeds will be sent to you within 10 business days after the settlement of the last sale under the Facility.

Webster will pay all brokerage and handling fees related to sales under the Facility. However, you will bear any other taxes or charges on the transaction.

If the relevant shares are in a CHESS holding and remain in a CHESS holding on 22 January 2010 you should note that, unless you sign and return the Share Retention Form Webster will, without further notice to you, sell the relevant shares whilst they remain in your CHESS holding.

If you wish to retain your shares you must complete and return the enclosed Share Retention Form to the registry by no later than 5pm on 22 January 2010.

If you do not complete and return the Share Retention Form by 5 pm on 22 January 2010 and your shareholding is a less than marketable parcel (\$500) as at 5 pm on 22 January 2010, **your shares will be sold.**

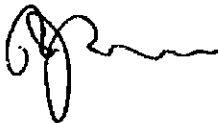
The market price for Webster shares is subject to change from time to time. Up-to-date information on the market price for Webster shares can be obtained from the ASX (code WBA) or your broker. You should be aware that the price for Webster shares that are sold under the Facility will depend on a number of factors (including prevailing market conditions) and the amount you receive will be an average price per share based on the price obtained for all the shares sold under the Facility. Please refer to the enclosed Terms and Conditions for information on how the sale price will be determined.

If you wish to maintain your existing shareholding, you should complete and return the Share Retention Form. However, if you wish to sell your shares, there are advantages in participating in the Facility as no brokerage and handling fees are payable.

None of Webster, its employees, officers or agents, or JM Financial Group Limited (see paragraph 5 of the Terms and Conditions – Small Holding Sale facility) or Computershare make any statement of opinion or recommendation to you regarding whether to participate in the Facility or whether to buy, sell or hold Webster shares. Webster, its employees, officers and agents, JM Financial Group Limited and Computershare do not provide any financial, taxation or investment advice. You should seek your own financial and taxation advice in relation to the Facility.

If you have any queries concerning the contents of this letter, please contact the Company Secretary on 03 6427 5000.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Rod Roberts', with a stylized flourish at the end.

Rod Roberts
Chairman



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000001
000
SAM
MR JOHN SMITH 1
FLAT 123
123 SAMPLE STREET
THE SAMPLE HILL
SAMPLE ESTATE
SAMPLEVILLE VIC 3030

Securityholder Reference Number (SRN)



I 1234567890 IND

Use a black pen.
Print in CAPITAL letters
inside the grey areas.

A B C

1 2 3

Where a choice is required,
mark the box with an 'X'

X

For your security keep your SRN/HIN confidential.

Share Retention Form

IMPORTANT:

This is an important document and requires your immediate attention. If you wish to retain your ordinary shares ("Shares") in Webster Ltd ("Webster"), you must complete this form and return it so that it is received by no later than 5.00 pm (AEDT) on 22 January 2010. You should also refer to the detailed terms and conditions and other documents that accompanied this form. If you are in any doubt as to how to deal with this form, please consult a professional advisor.

B

Number of Shares as at Record Date

The number of Shares that you held at 3 December 2009.

XXXXXXXXXX

C

Retention of Shares

X

I/we refer to the notice from Webster dated 4 December 2009 and record my/our wish to retain my/our Shares.

D

Contact details

Please provide your contact details in case we need to speak to you about this form.

Name of contact person

[Empty box for name]

Contact person's daytime telephone number

() [Empty box for phone number]

E

Sign here - this section must be signed before we can process this form.

By signing and returning this form, I/we confirm that I/we understand that my/our Shares will not be sold under the Small Holding Sale Facility.

Individual or Securityholder 1

[Empty box for signature 1]

Sole Director and Sole Company Secretary

Securityholder 2

[Empty box for signature 2]

Director

Securityholder 3

[Empty box for signature 3]

Director/Company Secretary

Day

Month

Year

[Empty box for date]

TO BE A VALID INSTRUCTION, THIS FORM MUST BE RECEIVED BY NO LATER THAN 5.00 pm (AEDT) ON 22 January 2010

How to complete this form

Securityholders who wish to retain their shares must lodge a Share Retention Form.

A Registration Name(s)

Your name and address as it appears on the register of Webster Ltd.

B Number of Shares as at Record Date

This is the total number of Shares you held at 3 December 2009.

C Retention of Shares

If you would like to retain your shares, please mark the box on the front of the form and return it in accordance with the lodgement instructions below. If this form is not received by that time, and you have not otherwise validly notified Webster that you wish to retain your Shares by that time, Webster will be entitled to have your Shares sold for you.

If you wish to sell your Shares under the Small Holding Sale Facility, you should not complete this form.

D Contact details

Enter the name of a contact person and telephone number. These details will only be used in the event that the registry has a query regarding this form.

E Signature(s)

You must sign and date the form as follows in the space provided:

Joint holding: where the holding is in more than one name all of the securityholders must sign.

Companies: where the company has a Sole Director who is also the Sole Company Secretary, this form must be signed by that person. If the company (pursuant to section 204A of the Corporations Act 2001) does not have a Company Secretary, a Sole Director can also sign alone. Otherwise this form must be signed by a Director jointly with either another Director or a Company Secretary. Please sign in the appropriate place to indicate the office held.

Consolidation of shareholdings

If you have more than one holding on Webster Ltd's register and you do not sell your Shares under the Small Holding Sale Facility, you should consider consolidating them. For further advice in this regard, please contact Computershare Investor Services Pty Limited ('CIS') on 1300 153 376 (within Australia) or 61 3 9415 4166 (outside Australia).

Lodgement of Form

If you wish to retain your Shares, this Share Retention Form must be completed and received by CIS Melbourne by no later than 5.00 pm (AEDT) on 22 January 2010.

It is your responsibility to allow sufficient time for this form to be received by CIS.

Your Share Retention Form must be sent to:

Computershare Investor Services Pty Limited
GPO Box 52
MELBOURNE VIC 3001

Neither CIS nor Webster accepts any responsibility if you lodge the Share Retention Form at any other address or by any other means.

Privacy Statement

Personal information is collected on this form by CIS, as registrar for Webster, for the purpose of effecting your instructions in relation to the Small Holding Sale Facility, maintaining registers of securityholders, facilitating distribution payments and other corporate actions and communications. Your personal information may be disclosed to our related bodies corporate, to Webster and its professional advisers, to external service companies such as print or mail service providers, or as otherwise required or permitted by law. If you would like details of your personal information held by CIS, or you would like to correct information that is inaccurate, incorrect or out of date, please contact CIS. In accordance with the Corporations Act 2001, you may be sent material (including marketing material) approved by Webster in addition to general corporate communications. You may elect not to receive marketing material by contacting CIS. You can contact CIS using the details provided on the front of this form or e-mail privacy@computershare.com.au. **If you have any enquiries concerning your Securityholding please contact CIS on telephone 1300 850 505.** This form may not be used to notify your change of address. For information please contact CIS on 1300 850 505 or visit the share registry at www.computershare.com.au

SRF

WBA



Terms and Conditions – Small Holding Sale Facility

1. **Webster Ltd** (the *Company*) is authorised under its constitution to operate the Small Holding Sale Facility. This document, as well as the letter and Share Retention Form, which accompany this document, satisfy the notice requirements set out in the Company's constitution.
2. If you wish for the Company to have your Company shares **sold** for you with the proceeds being sent to you (without you paying any brokerage or handling charges), you **do not** need to respond to this correspondence. The opening date for the Small Holding Sale Facility is **4 December 2009**.
3. The Company will bear the brokerage and handling costs associated with sales of Company shares under the Small Holding Sale Facility. However, you will bear any other tax or charge on the sale of your shares.
4. You can **retain** your Company shares if you wish to do so. If this is the case, **before 5.00 pm on 22 January 2010** you **must** do one of the following:
 - (a) complete the enclosed Share Retention Form and return it in accordance with the instructions on the form so that it is received by 5.00 pm on **22 January 2010**;
 - (b) purchase additional Company shares so that your shareholding becomes a marketable parcel. For such purchases to be an effective notification to Company that you wish to retain your shares, any additional shares must be held in the same holding as your current shares (ie you must advise your broker to purchase the shares under the same holder number (Holder Identification Number (HIN) or Securityholder Reference Number (SRN)) that is stated on the enclosed forms) and must be registered by the time referred to above.

If none of those events occur before 5.00 pm on **22 January 2010**, the Company will be entitled to have your Company shares sold for you.
5. **JM Financial Group Limited** (ABN 68 007 364 132) (AFSL 238397) ("JMFG") has been engaged by the Company to effect any sales under the Small Holding Sale Facility. Any sales are currently intended to take place as soon as practicable (after 5.00 pm on **22 January 2010**).
6. If your Shares are in a CHESS holding, the Company may, without further notice to you, initiate a holding adjustment to move those Shares to an issuer sponsored holding or a certificated holding for the purposes of sale under the Small Holding Sale Facility.
7. The price that you receive for your Company shares if they are sold under the Small Holding Sale Facility will be the volume weighted average price of all Company shares sold under the Small Holding Sale Facility.
8. **You should note that the price obtained for your Company shares under the Small Holding Sale Facility will depend on a number of factors (including market conditions prevailing at the time) and that you will not have control over the time at which your Company shares are sold. The price you receive may be different to the price appearing in the newspaper or quoted by ASX on any day, and may not be the best execution price on the trading day or trading days that your shares are sold and may be less than the actual price achieved by JMFG for the shares.** However, JMFG will use its best endeavours to sell any Company shares sold under the Small Holding Sale Facility at the best price reasonably obtainable for those Company shares at the time of the relevant sale.
9. If your Company shares are sold under the Small Holding Sale Facility, within 10 business days after the settlement of the last sale under the Small Holding Sale Facility:
 - (a) sale proceeds calculated in accordance with clause 7 above will be paid to you in Australian dollars by cheque made out to your name as shown in the Company's share register; and
 - (b) Computershare will notify you, by way of a transaction confirmation statement of the number of your Company shares sold through the Small Holding Sale Facility and the total sale proceeds you have received.

The relevant cheque and transaction confirmation statement will be sent by post, at your risk, to your address as shown on the Company's share register.
10. In accordance with the Company's constitution, the Small Holding Sale Facility will lapse if a takeover bid for the Company is announced before sales under the facility are completed, although it may be started again after the close of offers made under the takeover.