

ASX RELEASE – Tuesday 4th July 2006



Employee Share Option Plan

Directors of Jumbo Corporation Limited (ASX:JUM) would like to advise that a new Employee Option Plan has been adopted by the Board to replace the previous Plan. The Rules of the new Employee Option Plan have been drafted to comply with the requirements for Class Order relief introduced since establishment of the previous Plan in 1999. There are no options currently on issue under the previous Plan.

A summary of the Rules of the new Plan will be released separately.

Directors also advise that invitations have been issued by the Board to certain eligible employees to participate in the new Employee Option Plan and a total of 16,000,000 Plan Options will be granted today in acceptance of those invitations. No Directors have been invited to participate. An Appendix 3B in respect of the issue of those Plan Options is lodged with this announcement.

The Plan Options have been issued within the Company's capacity to issue securities under Listing Rule 7.1. Shareholder approval of the Employee Option Plan for the purpose of Listing Rule 7.2 Exception 9 will be sought at the next general meeting of the Company.

For further enquiries, please contact:

Mike Veverka, CEO

Email: mike@jumbocorporation.com

Web: www.jumbocorporation.com

Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003.

Name of entity

JUMBO CORPORATION LTD

ABN

66 009 189 128

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

- | | | |
|---|--|---|
| 1 | +Class of +securities issued or to be issued | Options |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | 16,000,000 |
| 3 | Principal terms of the +securities (eg, if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | Each option is exercisable over 1 share.
The exercise price is 10 cents per share and the expiry date is 4 July 2009
The options will not be quoted on the ASX. |

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

<p>4 Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?</p> <p>If the additional securities do not rank equally, please state:</p> <ul style="list-style-type: none"> • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment 	<p>Shares issued upon the exercise of the options rank equally with all other ordinary shares from the date of allotment of such shares.</p>				
<p>5 Issue price or consideration</p>	<p>Issued free</p>				
<p>6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>The options have been issued under the Company's Employee Option Plan.</p>				
<p>7 Dates of entering +securities into uncertificated holdings or despatch of certificates</p>	<p>On or about 4 July 2006</p>				
<p>8 Number and +class of all +securities quoted on ASX (including the securities in clause 2 if applicable)</p>	<table border="1"> <thead> <tr> <th data-bbox="722 1369 997 1394">Number</th> <th data-bbox="1002 1369 1273 1394">+Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="722 1400 997 1425">370,071,110</td> <td data-bbox="1002 1400 1273 1425">Ordinary Shares</td> </tr> </tbody> </table>	Number	+Class	370,071,110	Ordinary Shares
Number	+Class				
370,071,110	Ordinary Shares				

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9	Number and +class of all +securities not quoted on ASX (including the securities in clause 2 if applicable)	Number	+Class
		5,000,000	Options exercisable at 4 cents expiring 18 May 2007
		16,000,000	Options exercisable at 10 cents expiring 4 July 2009
10	Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	There is no dividend policy	

Part 2 - Bonus issue or pro rata issue

11	Is security holder approval required?	Not Applicable	
12	Is the issue renounceable or non-renounceable?	Not Applicable	
13	Ratio in which the +securities will be offered	Not Applicable	
14	+Class of +securities to which the offer relates	Not Applicable	
15	+Record date to determine entitlements	Not Applicable	
16	Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	Not Applicable	
17	Policy for deciding entitlements in relation to fractions	Not Applicable	
18	Names of countries in which the entity has +security holders who will not be sent new issue documents <small>Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7.</small>	Not Applicable	
19	Closing date for receipt of acceptances or renunciations	Not Applicable	

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Appendix 3B
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20	Names of any underwriters	Not Applicable
21	Amount of any underwriting fee or commission	Not Applicable
22	Names of any brokers to the issue	Not Applicable
23	Fee or commission payable to the broker to the issue	Not Applicable
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of +security holders	Not Applicable
25	If the issue is contingent on +security holders' approval, the date of the meeting	Not Applicable
26	Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled	Not Applicable
27	If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders	Not Applicable
28	Date rights trading will begin (if applicable)	Not Applicable
29	Date rights trading will end (if applicable)	Not Applicable
30	How do +security holders sell their entitlements <i>in full</i> through a broker?	Not Applicable
31	How do +security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	Not Applicable

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- 32 How do +security holders dispose of their entitlements (except by sale through a broker)?
- 33 +Despatch date

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

- 34 Type of securities
(tick one)
- (a) Securities described in Part 1
- (b) All other securities
Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

Tick to indicate you are providing the information or documents

- 35 If the +securities are +equity securities, the names of the 20 largest holders of the additional +securities, and the number and percentage of additional +securities held by those holders
- 36 If the +securities are +equity securities, a distribution schedule of the additional +securities setting out the number of holders in the categories
1 - 1,000
1,001 - 5,000
5,001 - 10,000
10,001 - 100,000
100,001 and over
- 37 A copy of any trust deed for the additional +securities

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Entities that have ticked box 34(b)

38	Number of securities for which +quotation is sought	Not Applicable					
39	Class of +securities for which quotation is sought	Not Applicable					
40	Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities? If the additional securities do not rank equally, please state: <ul style="list-style-type: none"> • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment 	Not Applicable					
41	Reason for request for quotation now Example: In the case of restricted securities, end of restriction period (if issued upon conversion of another security, clearly identify that other security)	Not Applicable					
42	Number and +class of all +securities quoted on ASX (<i>including</i> the securities in clause 38)	<table border="1"> <thead> <tr> <th data-bbox="732 1381 1013 1415">Number</th> <th data-bbox="1013 1381 1282 1415">+Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="732 1415 1013 1589">Not Applicable</td> <td data-bbox="1013 1415 1282 1589">Not Applicable</td> </tr> </tbody> </table>	Number	+Class	Not Applicable	Not Applicable	
Number	+Class						
Not Applicable	Not Applicable						

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Quotation agreement

1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.

2 We warrant the following to ASX.

- The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
- There is no reason why those +securities should not be granted +quotation.
- An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

- Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
- We warrant that if confirmation is required under section 1017F of the Corporations Act in relation to the +securities to be quoted, it has been provided at the time that we request that the +securities be quoted.
- If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.

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Appendix 3B
New issue announcement

- 3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.
- 4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

Sign here: Date: 4 July 2006
(Director)

Print name: Mike Veverka
Chief Executive Officer

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