



INTRODUCTION OF FUEL SURCHARGE

Notice to our Coral Princess Guests

Due to the excessive increase in the price of oil over the past six months, Coral Princess Cruises would like to take this opportunity to announce the introduction of a fuel surcharge.

Diesel fuel is one of our largest operating expenses. The price of fuel required to operate our vessels has increased by more than 55% since setting our 2008/09 prices in early 2007. Up to now, Coral Princess Cruises has managed to absorb the cost of these increases – we are, in fact, one of the only cruise operators in the world to have done so, and to remain fuel surcharge-free. However, we are unable to continue to absorb this major expense.

We therefore advise that for all new bookings made on or after 15th August 2008, a fuel surcharge of AUD10.00 per adult, per cruise night will be payable on all cruises operated by Coral Princess Cruises (Children under the age of 15 years will be exempt). Any existing bookings being held on or before the 14th August 2008 will be exempt from the surcharge.

The decision to implement this surcharge has not been taken lightly and our commitment is to keep the surcharge to an absolute minimum. Additionally, should our price of fuel sufficiently reduce over a quarterly period, we will review the situation accordingly.

The surcharge will be payable at the time of final payment for the cruise.

Thank you for your understanding and your patronage at this time. Should you have any questions regarding the necessary implementation of this surcharge, please do not hesitate to let us know.

Best regards,

Tony and Vicki Briggs
Directors