



ASX Announcement

Date: 6 January 2004

Manager
Company Announcements Office
Australian Stock Exchange
Level 4, 20 Bridge Street
Sydney NSW 2000

Manager
Market Information Services Section
New Zealand Stock Exchange
Level 9, ASB Tower, 2 Hunter Street
Wellington New Zealand

Announcement No: 01/04

ADJUSTMENT OF OPTION EXERCISE PRICES

AMP advises that, with effect from 13 January 2003, the exercise prices applicable to options to subscribe for fully paid ordinary AMP shares granted under the AMP Employee Option Plan and AMP Executive Option Plan will be reduced to the adjusted exercise prices set out in the attached Schedule as a consequence of AMP's recent Demerger and Rights Offer.

Other than as indicated in the Schedule, the adjusted exercise price applicable to each Option granted on a date specified in the Schedule was calculated by AMP (in consultation with external consultants) in accordance with section 9.2.4 of AMP's Explanatory Memorandum relating to its Demerger.

SCHEDULE

Grant date	Original exercise price	Eligible Participants	Ineligible Participants (*)		
		Number of Options	Adjusted Exercise Price	Number of Options	Adjusted Exercise Price
26/06/1999	\$16.13	3,263,255	\$12.64	32,427*	\$14.21
28/08/1999	\$15.80	183,599	\$12.37	4,573*	\$13.88
30/10/1999	\$15.47	220,000	\$12.03		
18/12/1999	\$16.10	40,000	\$12.55		
1/01/2000	\$16.77	1,315,523	\$13.10	1,412*	\$14.85
22/01/2000	\$16.13	240,000	\$12.57		
19/02/2000	\$14.33	30,000	\$11.11		
30/06/2000	\$16.41	6,634,139	\$12.77	45,000*	\$14.49
26/08/2000	\$17.94	35,000	\$14.02		
28/10/2000	\$17.37	41,406	\$13.49		
9/12/2000	\$19.03	120,000	\$14.85		
21/03/2001	\$19.77	43,308	\$15.39		
21/07/2001	\$20.46	5,151,824	\$15.95	57,000*	\$18.54
15/12/2001	\$18.26	85,922	\$14.09		
23/03/2002	\$19.44	100,000	\$15.00		

*Ineligible Participants in the relevant Option Plan are participants who are not entitled to receive the full reduction in the exercise prices applicable to their Options because:

- their registered addresses are in, or they are citizens or residents of, a jurisdiction outside Australia, New Zealand, the United Kingdom, the United States of America and India; or
- they have agreed to forgo the full exercise price reduction.

The exercise prices of Options held by Ineligible Participants have been reduced only by the amount required as a result of the effect of rules 11.3 and 11.4 of the applicable Option Plan and of ASX Listing Rules 6.22.2 and 7.22.6.