

15 December 2006

National Australia Bank Limited
ABN 12 004 044 937
AFSL 230686

Michael A Chaney AO
Chairman

500 Bourke Street
Melbourne, Victoria 3000
Australia

Dear Shareholder

Annual General Meeting Invitation

You are invited to attend the National Australia Bank Limited Annual General Meeting:

Date: Wednesday, 31 January 2007
Time: The meeting will start at 9:00am.
Location: Adelaide Convention Centre, North Terrace, Adelaide, South Australia

Formal Notice of Meeting

The formal Notice of Meeting, which sets out the matters to be considered at the meeting, is enclosed with this letter.

Registering your attendance on the day

If you attend the meeting, you will need to register at one of the registration desks on the day. Those desks will be open from 8:00am. You will find it much easier to register if you bring this letter with you – we will scan the barcode to record your attendance.

Voting: at the meeting or by proxy

You may vote on the items of business to be considered at the meeting, either in person at the meeting or by completing and returning the Proxy Form enclosed with this letter. You can return your Proxy Form:

- In the enclosed reply paid envelope;
- By facsimile to (03) 9473 2555. (Please add the prefix + 61 to the start of the fax number if you are overseas.)

The Proxy Form should be returned to the Company by no later than 9am, 29 January 2007.

Viewing the meeting on the internet

You will be able to view the meeting – both “live” and after the meeting at www.nabgroup.com. Please follow the links from the nabgroup home page to the Annual General Meeting Webcast – 31 January 2007 from 9.30am (Australian Eastern Summer time).

We suggest that you log in before that time to ensure that your system is capable of receiving the broadcast. The broadcast will also be archived and will be available to view after the meeting.

Questions at the meeting

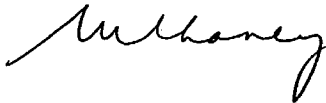
If you have any questions, you may ask them either at the meeting, *if the questions will be of interest to the meeting as a whole*, or you may use the enclosed form to address a question to the Chairman. We will attempt to answer as many as possible of the more frequently asked questions at the meeting. After the meeting, these answers will be available on www.nabgroup.com.

A number of shareholders have expressed concern that the time of the Annual General Meeting in past years has been taken up by shareholders raising questions that are of valid personal interest to the shareholder concerned, but of limited interest to the meeting as a whole. *If you have a question that relates to your individual circumstances*, then please ask that question at the Service Desks in the foyer on the day of the meeting. There will be a desk for customer-related questions and a desk for shareholder-related questions. The experienced staff available at those desks will be able to give you a much more detailed answer than we will be able to give you during the formal meeting.

Refreshments

After the meeting, you are welcome to stay and enjoy some refreshments. The directors and the management of the National look forward to seeing as many shareholders as possible on the day.

Yours Sincerely



Michael Chaney AO
Chairman