

16 January 2018

Full Year Tamawood Dividend to be Maintained

The Board can now confirm the interim fully franked dividend of 11 cents for 1HFY18. The Board gives guidance that a final fully franked dividend of 16 cents for 2HFY18 consistent with FY17, subject to no unforeseen circumstances and a continuation of current prevailing market conditions. Sales for Tamawood remain ahead of FY17.

The Board advises that the net profit before tax is approximately \$400,000 down in comparison to the first half FY17 subject to audit review and final half year adjustments. The slight decrease is primarily due to:

- 16 days of continuous inclement weather in November 2017.
- Increase in costs of compliance with the new regulatory regime of the QBCC with increased direct legal costs and compliance costs. These costs are now incorporated in our pricing policy.

Update on 23% Investment in Senterprisys

The majority of the new modules of the enterprise software system have been completed and thorough testing by Tamawood is currently being performed. We expect the final system to be ready in this half. We anticipate that this new system will enable us to expand our franchise network over the next 12 – 18 months. The system has now been modified to provide means of complying with Non-Conforming Building Product Legislation introduced in October 2017.

We remind all shareholders that the EGM to appoint the new auditors of Tamawood will be held today at Australian Institute of Company Directors, Level 9, 123 Eagle Street, Brisbane Queensland 4000 at 10:00am.

Robert Lynch
Chairman