



6 February 2020

### **Interim Dividend as Tamawood Outlook Very Positive**

Tamawood recorded a net profit after tax of \$1.768 million for the half year ended December 2019. The results have been negatively impacted by:

- a significant backlog in jobs stuck in council for a variety of reasons; and
- continued delays in bank finance approvals for customers.

Although the Board is somewhat disappointed with the results, it is nearly double the net profit after tax compared to the prior January to June 2019 half. This highlights the continued improvement in sales performance since the complete overhaul of the Tamawood marketing program. Appointments continue to hold and are at record levels compared to the previous 2 years and signed contracts remain consistently close to 40 per month from 26 during prior 6 months. Despite the outbreak of coronavirus, we have seen an increase in appointments and enquiries. We have also seen an increase in interstate customers moving to Queensland. The Board have formed a view that it is possible to return profitability to 2018 levels within the next 18 months, providing that we can reduce the delays in jobs in council and there are no other adverse market or physical conditions.

### **Interim Dividend 12 Cents Fully Franked**

Based on the positive result expected from the strong sales, Tamawood proposes an interim fully franked dividend of 12 cents payable in late April 2020.

### **Bonus In-specie Distribution - SenterpriSys Limited**

As per previously announced the Tamawood Board will sell down a large portion of its holding in SenterpriSys Limited through an in-specie distribution of shares to Tamawood shareholders. Tamawood is working on a timetable with its lawyers and it is expected to occur in March 2020.

Robert Lynch  
Chairman