

ASX Release (ASX Code: LHM)**2 December 2024**

LAND & HOMES GROUP ENTERS VOLUNTARY ADMINISTRATION

Land & Homes Group Limited (Administrator Appointed) (ACN 090 865 357) (ASX:LHM) (LHM Group) has entered voluntary administration. The wholly owned subsidiaries affected by the administration are Land & Homes Investment Pty Ltd (ACN 604 078 980), Brisbane Land Holdings Pty Ltd (ACN 606 703 913) and BLH Wharf Pty Ltd (ACN 606 704 563).

Geoffrey Trent Hancock of Hamilton Murphy Advisory has been appointed as the Voluntary Administrator by Land & Homes Group's board of directors.

Background

LHM Group holds at land 44-100 Barry Parade (Barry Parade Project) and had developed plans to build 491 apartments on the site. Due to Covid, construction was put on hold and post Covid, the Group contemplated the ongoing feasibility of the project with development costs being the major focus of these considerations. Costs associated with the project have escalated since the completion of the initial feasibility study and there is no confidence that construction costs will materially reduce in the short term. For the project to progress, the Group requires significant capital which is not readily available.

Over the past 12 months, the Group had engaged with several investors to pursue equity funding, but in the current market, has been unable to attract the required equity support. In addition, the Group had sought expressions of interest for the project and the associated freehold land. However, following evaluation of the non-binding indicative offers received following a marketing campaign, it was determined that none of the offers were viable for the Group.

In the absence of support for equity funding and the non-renewal of the finance facility with United Overseas Bank Ltd, the Directors believe that LHM is unable to continue as a going concern and have no option but to place the LHM Group into voluntary administration.

Status of the Company

The Administrator will now undertake a review and assessment of LHM's business and financial position before making recommendations as to the future of LHM.

Updates on the progress of the Administration

A first statutory meeting of creditors must be held within eight business days of the appointment of the Administrator. The purpose of the first meeting is administrative in nature and meeting notices setting out the time and location for the first meeting of creditors will be distributed to the Company's creditors over the coming days.

The Administrator will provide updates of any material events throughout the administration by way of announcements to the ASX.

This announcement has been approved for release by the Board of Directors.