

14 August 2015

Peet well positioned for ongoing growth

National property group Peet Limited (“Peet” or the “Company”) has announced the sale of its Arena residential estate in Greenvale, north of Melbourne, Victoria for \$93.1 million.

The sale is unconditional, with settlement to occur in instalments over three years. The first instalment of \$28 million is due in December 2015, the second instalment of \$27 million is due in June 2016 and the balance third instalment of \$38.1 million is due in June 2018.

Peet Managing Director and Chief Executive Officer, Brendan Gore said the sale highlighted the Company’s ongoing focus on maximising its return on capital.

“Peet continues to manage and leverage its asset base in a manner that maximises the return on the capital it employs and ensures the Company is well positioned to take advantage of growth opportunities as they arise.

“The proceeds from the sale of Arena will allow the Company to redeploy funds into a number of prospective opportunities currently being canvassed,” said Mr Gore.

The Peet Limited Board also confirmed that it expects the Company’s 2015 net profit after tax to be \$38.5 million, which is slightly ahead of guidance of \$38.0 million, and represents a 27% increase on the net profit after tax derived in the 2014 financial year.

Earnings per share for the year ended 30 June 2015 is expected to be 8.3 cents per share (FY14: 7.0 cents per share) and the Directors intend to announce a final dividend of 3.0 cents per share, fully franked. This will bring the full year dividend for the year ended 30 June 2015 to 4.5 cents per share, fully franked.

Peet’s gearing¹ at 30 June 2015 was 23.8%, compared to 29.8% as at 30 June 2014, and was at the lower end of its target range of 20-30%.

Peet anticipates releasing the full detail of its 2015 financial results on 27 August 2015.

For investor inquiries, call:

Brendan Gore
Managing Director and Chief Executive Officer
Peet Limited
(08) 9420 1111

For media inquiries, call:

Marie Mills
Mills Wilson
(08) 9421 3600, 0418 918 202
mariem@millswilson.com.au

¹ Includes CIC (Total interest bearing liabilities (including land vendor liabilities) less cash) / (Total assets adjusted for market value of inventory less cash, less intangible assets), excluding Syndicates consolidated under AASB10