



ASX ANNOUNCEMENT

2015 ANNUAL GENERAL MEETING

CHAIRMAN'S ADDRESS

During the 2015 financial year PAYCE continued to progress its property development pipeline, completing and delivering over 900 residential apartments, opening its award winning East Village retail / commercial centre and commencing construction of over 1,000 residences in multiple Sydney projects.

The Group maintains its long term focus on multi-stage medium density residential and mixed-use projects at Riverwood North, Kirrawee, Auburn and Melrose Park in Sydney and West-End in Brisbane, whilst continuing to prudently and cautiously assess commercially viable additional medium and long term opportunities.

As part of the Group's ongoing capital management strategy, in June 2015 PAYCE completed the buy-back of 9.9 million ordinary shares and the issue of preference shares. As recently announced to the ASX, PAYCE advised of its intention to redeem the 9.5% Australian dollar Notes by no later than December 2016 and notification of the prospect of buying back Notes prior to that date.

As always, I take this opportunity to thank my fellow directors and the 'PAYCE' in-house and extended team for their efforts during the past years and their on-going commitment to the Group.

ENDS

Brian Boyd

Chairman