

9 May 2016

ASX Market Announcements Office
ASX Limited
20 Bridge Street
SYDNEY NSW 2000

By electronic lodgement

Update on Strategic Process and Voluntary Suspension

McAleese Limited (ASX: MCS) (**Company**) refers to its voluntary suspension from trading and recent announcements updating the market on its Strategic Process.

Negotiations between the Company, its financiers and a consortium led by SC Lowy (**SC Lowy**) are continuing positively, however progress on documentation has been slower than anticipated. While there remains no certainty that these negotiations will yield an outcome, execution of a binding Heads of Agreement is now expected to occur by Friday, 13 May 2016.

The Company expects its voluntary suspension to remain in place until Monday, 16 May 2016.

Ends