



19th May 2010

Favourable Housing Market Outlook

Steadily improving contract housing sales, on-going sales of “Ready-to-Occupy” housing stock and the sale of some residential blocks, should see a strong finish to the 2010 financial year.

The inclusion of photovoltaic ('PV') solar panels in our range of energy efficient homes have hit the mark with consumers, while rising interest rates have impacted housing affordability, supporting stronger demand levels for our target market, being buyers of lower priced houses.

A number of cost reduction initiatives and efficiency improvements introduced by our new CEO, Tim Bartholomaeus, are beginning to deliver bottom line improvements.

On the basis of steadily improving demand across the Group's activities, Tamawood anticipates an after-tax profit of approximately \$11M for the June 2010 financial year.

ENDS

Kerry Daly
Chairman

For further information contact Kerry Daly on 0418 791888.