



30 May 2014

Tamawood Ltd Change in Accounting Treatment of Preliminary Expenses

Following a recent Tribunal decision, Tamawood Ltd will make a change to the accounting treatment applied to Preliminary Expenses for houses prior to contracts becoming unconditional, for the year ending 30 June 2014. The Tribunal decision creates the opportunity for Preliminary Expenses to be recovered from customers from an earlier point, prior to the commencement of the construction process, and hence accounting standards and the Group's accounting policies require job costs to be capitalised earlier than during previous periods. The impact on profit before tax for FY14 is estimated between \$410,000 - \$450,000 and will be calculated on actual jobs at 30 June 2014. The Directors do not consider the impact on the prior period's earnings to be material, therefore there will be no restatement of the prior period's results.

As previously advised the Group expects the final fully franked dividend to be maintained at the same level as last year (13 cents fully franked final, 21 cents total).

ENDS

Robert Lynch
Chairman