

15 August 2016

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

**By electronic lodgement**

**Recapitalisation update**

McAleese Limited (ASX: MCS) (**McAleese** or the **Company**) refers to its previously announced recapitalisation (**Recapitalisation**).

McAleese has been settling the form of the Notice of Meeting and Independent Expert's Report relating to the Recapitalisation. McAleese expects to release the Notice of Meeting and Independent Expert's Report this week in advance of a general meeting of shareholders to consider the Recapitalisation (**General Meeting**) being held in the week commencing 19 September 2016.

As announced on 20 July 2016, the SC Lowy Consortium is the Company's largest secured creditor. McAleese has the benefit of forbearance arrangements with respect to the senior debt held by the SC Lowy Consortium. These forbearance arrangements will end upon the occurrence of a number of events including on 9 September 2016, if the resolutions relating to the issue of notes and options to be considered at the General Meeting have not been approved by that date.

McAleese is no longer able to meet the 9 September 2016 date and is currently negotiating an extension with the SC Lowy Consortium to enable the General Meeting to be held in the week commencing 19 September 2016.

The date of the General Meeting will be after the date of the meeting requisitioned by Havenfresh Pty Ltd which is scheduled for Monday, 29 August 2016.

**THE DIRECTORS, OTHER THAN MR GILBERTO MAGGIOLO, STRONGLY RECOMMEND THAT SHAREHOLDERS VOTE AGAINST ALL OF THE RESOLUTIONS TO BE CONSIDERED AT THE REQUISITIONED MEETING ON 29 AUGUST 2016.**

**Ends**