

23 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.

While negotiations between the Company, its financiers and a consortium led by SC Lowy are continuing positively, the proposed transaction documentation is still being settled between the parties. 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, 27 May 2016.

The Company expects its voluntary suspension to remain in place until Monday, 30 May 2016.

Ends