

Home buyer enquiries build momentum

Tamawood, Queensland's largest project home builder, has reported an 80% jump in enquiries from prospective home buyers, for the current quarter, compared to the same period last year.

"Until very recently we were concerned that unless the enquiry rate showed signs of improvement, our June 2010 financial year earnings outlook was becoming less certain," according to chairman, Kerry Daly.

"An upturn in the enquiry rate generally points to increased sales volume in the coming months," he said.

On this basis, there is no reason to expect any change to the 2009 final dividend outlook, which should be in line with our 2008 final dividend of 13 cents and our December 2009 interim dividend at 8 cents a share.

"Importantly, as greater building capacity within the industry becomes available, house construction times reduce considerably, generating stronger cash flows. This, together with our debt-free balance sheet means that our growth can be funded internally, without seeking additional capital," Kerry Daly said.

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For further information contact Kerry Daly on 0418791888 or kerry.daly@optusnet.com.au