



MARKET RELEASE

26 February 2007

Gale Pacific Limited

TRADING HALT

The securities of Gale Pacific Limited (the "Company") will be placed in pre-open at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in pre-open until the earlier of the commencement of normal trading on Wednesday, 28 February 2007 or when the announcement is released to the market.

Security Code: GAP

Julia Kagan
Senior Adviser, Issuers



GALE PACIFIC LIMITED
(ASX: GAP)

ASX ANNOUNCEMENT

26 February 2007

Trading Halt on Company's Shares

In reviewing preparation of the half year results of the Company and the outlook for the full financial year, Directors believe that there may be a material issue with regard to the full year profit guidance being achieved.

Pending finalisation of the results and an updated outlook, Directors have requested a trading halt in the Company's shares whilst this matter is fully reviewed. Directors anticipate that details will be made available to the market with the half year accounts on Wednesday 28 February 2007.

Peter McDonald
Chief Executive Officer

For further information please contact Mr. Peter McDonald on (03) 9518 3352.

Gale Pacific is a leading manufacturer and marketer of advanced polymer fabrics and related products with subsidiaries in the USA, Europe, UAE, New Zealand and China.