22 August 2003

The Manager
Company Announcements Office

RE: Tamawood Limited Results 30 June 2003

Please find enclosed the Company's Appendix 4E preliminary full year report as at 30 June 2003.

The June 2003 record profit result reflects the resilience of the Queensland housing market and the market acceptance of the Tamawood brand.

1. The Result

(i) Profits

After tax earnings for the year to June 2003 are up 6% to $3,571,637. The company's balance sheet remains debt free and the group's market share is up 19% to 9.5%.

(ii) Dividends

In accordance with the Board's policy to distribute most of the earnings to shareholders, a fully franked final dividend of 5.5 cents has been declared. This represents a total dividend for the year of 11 cents, which takes Tamawood's total dividend payout to 31.5 cents a share since listing on August 14, 2000.

2. Future Outlook

Tamawood is well placed to exceed the 2003 result through a combination of cost containment and higher productivity, leading to improved construction margins. The 2004 result is also likely to be supported by the rollout of Tamawood's franchise model into Queensland regional centres and interstate locations.

Inquiries and sales remain buoyant and the Board is confident that shareholder returns in 2004 will at least match the results achieved in the past year.

3. **Ratios**

EPS – 12.80 cents
NTA – 37.82 cents
ROE - 35%

4. Managing Director's Comment

" Tamawood has achieved a credible result and is rapidly developing systems to take full advantage of the improving South East Queensland market. Most systems have now been modified to account for changes in labour market and recent regulations. Consequently I believe we are well placed to deliver further growth in earnings and dividends and ultimately, in the share price.