

Tamawood Nails Record Profit

Queensland's largest home-builder, Tamawood, has announced a preliminary half-year after tax profit result of \$3.5m.

This result is 53% higher than the previous corresponding period and is a continuation of Tamawood's sustained profit growth since its ASX debut in August 2000.

The buoyant profit outcome has been attributed to several factors:

- A 23% drop in advertising expenditure, with a 2% decline in total operating expenses, compared to the previous corresponding period.
- A 20% increase in construction revenue and a \$7500, equivalent to 6%, average contract price increase, compared with the previous corresponding period.

The company also stated that the result includes a \$330,000 goodwill write off and that no additional provisions have been necessary in determining the half-year profit result.

The interim dividend will be announced following the February 6 board meeting.

Directors stated that the outlook remains positive given that the company is debt free, there is no longer any goodwill attributed to the business in the balance sheet and work-in-hand is at a satisfactory level considering recent interest rate increases.

ENDS

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