

Onterran Limited (ASX: OTR)

ASX ANNOUNCEMENT

McGrath Modular finalises Exclusivity Agreement of circa \$40.0m Meadowbrook Project

Onterran Limited (ASX: OTR) is pleased to advise that its wholly-owned subsidiary McGrath Modular has finalised the exclusive supply of 181 houses into Meadowbrook Lifestyle Estate (MLE), at Boyanup, Western Australia.

The Project is for the supply and installation of 10 exclusive designs into MLE, which comprises of 181 premium allotments, and is set to be one of Western Australia's most sought after lifestyle retirement village developments for over 55's.

Chief Executive Officer, Heather Gardner said "McGrath had achieved a preferred supplier tender status back in mid-2014, and the partnering was advertised in pre-release promotional material. However, formalising Development Approval, the Binding Supply Conditions and Project development funding were all matters which needed to be completed to ensure that the Project is going to have a meaningful outcome for McGrath. I am pleased that these have now all been achieved."

Kevin McDonald, Chairman of Meadowbrook said "The Directors of MLE have been delighted with the response from the community with over 150 expressions of interest lodged already. McGrath will supply 4 display homes into the Project, with the early works now commenced and the balance of the infrastructure works due to commence early April – the first houses will be ready to be delivered in September 2016."

McGrath previously announced a \$25.0m sub-contract win (see ASX announcement of 21 August, 2015) which underpins the growth and profitability in the current year. Commencement of the Meadowbrook project further enhances revenue and profitability viability going forward.

For further information, contact:

Heather Gardner
Chief Executive Officer
Onterran Limited
(07) 3668 0600
29 February 2016

