

ASX Release**10 AUGUST 2016****ASX: LHM**

**STRONG SUPPORT FOR RIGHTS ISSUE FROM SHAREHOLDERS RAISES \$7.975M
ADDITIONAL PLACEMENT RAISES \$0.563M**

Land & Homes Group Limited (ASX: **LHM**) (**Land & Homes** or **the Company**) is pleased to advise that its Rights Issue, which closed on Friday 5 August 2016, has been strongly supported by shareholders.

The Rights Issue has successfully raised \$7,975,288.20 and was oversubscribed in the amount of \$630,395.70 which the Directors have resolved to apply to a Placement with attaching options on the same terms as the Rights Issue.

Details of participation in the Rights Issue and Placement are summarised as follows:

	Number of New Shares	Amount
Total Amount subscribed for on Entitlement Basis	138,389,137	\$6,919,456.85
Amount subscribed under Shortfall Securities	21,116,627	\$1,055,831.35
TOTAL RIGHTS ISSUE	159,505,764	\$7,975,288.20
Oversubscriptions applied to Placement	12,607,914	\$630,395.70
TOTAL AMOUNT RAISED (Rights Issue + Placement)	172,113,678	8,605,683.90

In addition to the New Shares to be issued, two (2) attaching Listed Options with an exercise price of \$0.20 and expiring on 12 August 2021 are to be issued for every one (1) New Share issued.

The funds raised from the Rights Issue and Placement will be applied:

- to repay interest free loans made by Telok Ayer Capital Pte Ltd and Telok Ayer Holdings Pte Ltd in the amount of \$1,739,400 to fund the deposit on the Barry Parade Property;
- towards the acquisition of the Barry Parade Property in Brisbane; and
- for working capital purposes.

The Company's Chairman made the following comment in relation to the success of the Rights Issue:

"The Board is delighted with the strong support that shareholders have demonstrated for the Company's Rights Issue. Subject to securing suitable debt financing, this will allow the Company to proceed with the acquisition of the Barry Parade Property in Brisbane which is an important part of the Company's growth strategy. The Board believes that the Barry Parade Property is a prime residential apartment location which may be developed on a staged two tower approach to provide a better return for shareholders."

For further information:

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