



LINDSAY AUSTRALIA
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ASX RELEASE

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Purchase of North Queensland Freight Company

Lindsay Australia has entered into a contract to purchase the business and some of the assets of CLC Produce Pty Ltd based in Mareeba on the Atherton Tableland in North Queensland. CLC Produce has a turnover of approximately \$6.5 million per annum the majority of which is south bound produce freight. Lindsay Transport will commence operations on Monday 14 February 2011.

The purchase price is:

Item	\$
Lease hold land and buildings	425,000
Plant & equipment (including cold rooms)	<u>345,000</u>
	<u>770,000</u>

CLC Produce will also be engaged as a consultant for a period of three years to assist in marketing, customer transition and expanding the customer base. The fee payable is \$150,000 per annum and the payment is subject to agreed customer retention levels. No trucks or trailers are included in the purchase.

The acquisition of CLC Produce allows the expansion into a strategically important North Queensland produce growing area. The Mareeba area was unaffected by Cyclone Yasi. There are considerable opportunities for Transport to increase freight revenue in the tablelands area and the establishment of a Rural outlet in this area is being investigated.

Yours sincerely

Graham Johnston
Company Secretary