

May 29, 2009

ASX Announcement

Reece Australia Limited announces full year net earnings are expected to be of the order of 15% below the prior corresponding period. The result is primarily due to the economic environment, costs associated with the commencement of trading from forty-five new outlets and the decision to write-off impairment charges in the New Zealand operation in the first half.

The operating environment continues to be challenging however Reece is well placed with an exceptionally strong balance sheet, growing network and market leading service offerings.

A handwritten signature in black ink, appearing to read "L Alan Wilson".

L Alan Wilson
Executive Chairman