

DIPLOMA TO PARTNER WA STATE GOVERNMENT FOR \$70M MIXED USE DEVELOPMENT

Diploma Group today announced it has been selected as the Preferred Partner with WA State Government for the \$70m redevelopment of the State Government owned Pier Street site in the Perth CBD which upon completion is proposed to include 140 apartments over 12 levels with approximately 550m² of commercial space.

The Pier Street development will be a landmark addition to the Perth CBD landscape and will be the first project in Western Australia to incorporate the new Housing Initiative'.

Nick Di Latte, Chief Executive of Diploma Group, commends the WA State Government and City of Perth for embracing this exciting initiative and looks forward to supporting the public and social sectors of the Western Australian workforce by delivering this unique development.

'Diploma is committed to supporting the growth and development of the City of Perth and in the past two years has worked towards contributing four large scale residential developments in the Perth CBD. These developments will provide homes for more than 600 new residents and the Pier Street development is a logical extension of these activities,' said Mr Di Latte.

'In recent years Diploma has built a significant database of investors and stakeholders who will be keen to capitalise on the unique investment potential presented by the 'Key Worker Housing Initiative' and we look forward to offering this opportunity to the marketplace via our dedicated sales and marketing division, Allegro Realty,' Mr Di Latte concluded.

Work is expected to commence on site at Pier Street in October 2010 with completion scheduled in mid 2012.

About Diploma Group:

Diploma Group is an integrated Property Development, Construction and Facilities Management Company that develops and constructs some of Australia's leading premium commercial and residential projects. Since 1976 the company has grown from a private boutique residential construction business into a large listed company, which manages a growing portfolio that is rapidly expanding into new domestic and international markets. The company's head office is in Perth, Western Australia, with interests throughout Australia and the United Arab Emirates.

Diploma Group operates through two wholly-owned subsidiaries, Diploma Construction and Diploma Properties.

Further information:

Mr Nick Di Latte
Managing Director
Tel: +61 8 9475 3500

Mr Simon Oaten
Chief Financial Officer & Company Secretary
Tel: +61 8 9475 3500