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Company Announcements Office  
Australian Securities Exchange  
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SYDNEY NSW 2000

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Dear Sir

**Land Acquisition “Dambadjie Springs”**

Alterra Ltd “**Alterra**” or “**Company**” is pleased to confirm that it has settled the purchase of a 1,640ha farming property “Dambadjie Springs”, which is located 165 km’s north of Perth in the Dandaragan Shire.

Dambadjie Springs previously formed part of the iconic “Yathroo” property, which with a combination of location, soils, and reliable 600mm mean rainfall is regarded as one of the premium agricultural properties in Western Australia.

The 10,100ha balance of Yathroo has been purchased by entities associated to Alterra Chairman, Mr Trevor Stoney “**Yathroo Holders**”, and those entities will be conducting broadacre dryland cropping and livestock grazing operations independent to Alterra.

The Company has conducted extensive due diligence on the Dambadjie Springs and Yathroo properties over the past 12 months and based on the location within a major cropping region; water development potential; soil types and climate; Dambadjie Springs has been assessed as having the likely attributes required for the development of a green field System-5 Dairy.

The \$4.2 million acquisition was funded from cash on hand of \$2.1 million and a new \$2.1 million debt facility with Bank West.

Dambadjie Springs has been leased for the next 12 months to the Yathroo Holders at arms’ length and commercial terms, which shall enable the Company to continue conducting due diligence and on-site development work, while providing an income stream for the period which will be cash-flow positive to the Company.

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Alterra retains cash and receivables of circa \$1.6 million and continues to receive circa \$700,000 per quarter of contracted revenue out till December 2027 from existing agri-forestry contracts.

Ongoing project development and due diligence works to be conducted in the near term include the development of water resources and topographic and geotechnical surveys that will feed into detailed farm design and engineering. Updates in relation to these outcomes and the Company's strategy ongoing will be made in due course.

**Yours faithfully**



**Andrew McBain**  
**Executive Director**

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