



ASX Announcement

**UPDATED GUIDANCE FOR DECEMBER 2010**

The Board of diversified Australian Company Hills Industries Limited today provided further guidance on the Company's trading performance previously given in August 2010.

The Chairman, Ms Hill-Ling said following a review of operations, the Board re-confirmed the guidance previously given to the market that for FY2011, Hills will deliver a modest improvement on the FY2010 result.

Ms Hill-Ling noted that market conditions remain difficult in the building and industrial products sectors where a number of Hills businesses operate.

She said that whilst Hills net profit after tax for the first half of this financial year is forecast to be around 10% above the six-month period to 30 June 2010, it would be about 10% below the prior year's corresponding result and after allowing for the additional shares issued last year, earnings per share will be down by approximately 15% in the first half.

**For further information, please contact:**

Graham Twartz  
Managing Director  
Hills Industries Limited  
0412 818 271