

ASX Announcement



Hills Industries Limited

ABN 35 007 573 417

944-956 South Road
Edwardstown
South Australia 5039

PO Box 378
Melrose Park
South Australia 5039
Australia

Telephone +61 8 8301 3200

Facsimile +61 8 8297 4468

info@hills.com.au

www.hills.com.au

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Hills Industries Limited successfully closes Share Purchase Plan offer and confirms details of scale back

Hills today announced the results of its Share Purchase Plan ("SPP") offer, which closed on Friday, 11 September 2009.

The SPP was heavily oversubscribed with applications being received from eligible shareholders for approximately A\$33.8 million worth of Hills shares. Hills appreciates the continuing support and confidence shown by our shareholders.

Under the terms of the SPP, Hills reserved the ability to scale back applications under the SPP if applications received were significantly in excess of the A\$10 million sought.

Taking into account the overwhelming demand from shareholders under the SPP, Hills has decided to increase the funds accepted to approximately A\$16.7 million. Given the number and amount of applications received, a scale back of approximately 50% of the total value of applications received will be necessary.

The scale back will be undertaken on a pro rata basis, with each applicant receiving a set percentage of the value of Hills shares they applied for. The difference between the application monies received and the price payable for shares allotted will be refunded by cheque to applicants.

Shares issued by Hills under the SPP will be allotted today ("Allotment Date") and holding statements are expected to be dispatched on 29 September 2009.

For further information contact:
Graham Twartz
Group Managing Director
Mobile: 0412 818 271