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Paladio Group Limited ABN 35 111 210 390

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PALADIO CONTINUES TO EXECUTE GROWTH STRATEGY

Attached is an announcement regarding Paladio Group Limited's (ASX: PDO) subsidiary, Decmil Australia Pty Ltd, being awarded a \$30.5 million contract for the construction of the central control room at the Pluto LNG Project by Woodside. This now takes the value of uncompleted work in hand to in excess of \$320 million.

Yours faithfully,
PALADIO GROUP LIMITED



Victor Kuss
Chief Executive Officer

PALADIO CONTINUES TO EXECUTE GROWTH STRATEGY

Paladio Group Limited's (**ASX:PDO**) wholly owned subsidiary Decmil Australia Pty Ltd has been awarded a further contract for work at Woodside's Pluto LNG Project in Western Australia. The latest contract, valued at \$30.5 million, is for the construction of the Project's Central Control Room.

The \$12 billion Pluto LNG Project, expected to produce first gas in late 2010, is set to become Australia's second biggest resources project.

This contract lifts Paladio's current order book to approximately \$320 million and, depending on various project timings, the order book for 2009/10 is now estimated at \$130 million.

Paladio Chief Executive Officer, Mr Victor Kuss, said Decmil's ability to consistently win significant contracts in recent months demonstrates the continued demand for their engineering and construction services by major resource companies in Western Australia such as Woodside, BHP Billiton and Rio Tinto.

"Decmil has established long-term relationships with these and other clients over the past three decades. This platform means that Paladio is well positioned to continue to execute the company's growth strategy and build a strong and sustainable future for the Paladio Group."

In the contract awarded by Woodside today, Decmil will construct a 2000 sq metre building to house Pluto's state-of-the-art plant control room and administration.

The building will be constructed as pre-fabricated modules in Perth, prior to being transported, installed and commissioned on-site at Pluto's plant on the Burrup Peninsula in Australia's North West.

The contract also includes construction and installation of an adjoining 320 sq metre purpose-built medical facility and the in-situ foot works required for both buildings.

Work is expected to commence early in 2009 and up to \$15 million of the total contract amount could relate to the 2008/09 financial year depending upon project timing.

In the past 3 months Decmil has been awarded:

- \$115 million contract for civil works by Woodside for the Pluto LNG Project.
- Separate \$80 million miscellaneous civil works contract by Woodside for the Pluto LNG Project
- \$21.6 million contract by BHP Billiton Iron Ore to construct the new Marillana camp at Yandi as part of its Rapid Growth Project 5

For further information please contact:

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Paladio Group Limited (ASX: PDO) is a Perth-based Australian company which provides a range of services to resources and energy projects and infrastructure owners throughout Australia. Paladio is the parent company of a group of businesses with offices in Western Australia and Queensland providing services including engineering design and drafting, commissioning, structural, mechanical and civil construction, industrial coatings and maintenance. Paladio listed on the ASX in April 2005 and has since acquired several businesses, including Decmil Australia, McFee, Fabcon, Novacoat, Eastman Fort, Matrix and CASE Engineering Services. These businesses provide a strong foundation, economies of scale, cost synergies and the ability to deliver turnkey design and construction services to clients in the oil and gas, resources and industrial sectors. www.paladio.com.au