



Wednesday, 31 March 2010

GPG ANNOUNCES OFFER EXTENSION
THE BOARD OF TANDOU CONTINUES TO RECOMMEND
REJECTION OF THE OFFER

Tandou Limited advises that on 29 March 2010 it received notice from GPG (No.4) Pty Limited (**GPG**), a wholly owned subsidiary of Guinness Peat Group (Australia) Pty Ltd, that it varied its takeover offer of 33 cents per share dated 2 March 2010 (Offer) by extending the offer period so that the Offer will remain open for acceptance until 7:00pm (Sydney time) on 5 May 2010.

The Board of Tandou continues to recommend that shareholders **REJECT the unsolicited Offer from GPG**. The Target's Statement issued by Tandou on 17 March 2010 sets out in detail the Board's reasons for rejecting the Offer.

GPG's Offer has been open for acceptances since 2 March 2010 at which time it had a relevant interest in 20.67% of Tandou's shares. GPG is required to notify the ASX each time it increases its relevant interest in Tandou shares by 1%. GPG has not notified the ASX of an increase in its shareholding and as such, acceptances for the Offer must be below 1% of Tandou's shares.

To reject GPG's Offer shareholders should simply take no action.

Yours sincerely

A handwritten signature in black ink, appearing to read "Guy Kingwill".

Guy Kingwill
CHIEF EXECUTIVE OFFICER/MANAGING DIRECTOR
PH. 03 5018 6500

TANDOU LIMITED
ABN 81 001 014 562

About Tandou Limited:

Tandou Limited (ASX:TAN) is a modern Australian agribusiness and water company that owns and operates large scale irrigated cropping, horticultural and pastoral operations. Established in 1972 Tandou's land holdings cover nearly 85,000 hectares near Menindee NSW, 250 km north of its Mildura corporate office. Over time Tandou has invested in water entitlements and currently owns over 36 gigalitres strategically held across various river systems in the Murray Darling Basin. In addition to trading water entitlements and allocations Tandou combines traditional farming knowledge with the latest technological advancements throughout its enterprises to minimise risk and produce high value returns. It is a major producer of irrigated cotton and durum wheat, along with stone fruit, wine grapes, citrus and organic lamb. Tandou also provides farm management and development services.