



WATTYL LIMITED

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25 May, 2010

Notification of Approach

Wattyl Limited (ASX: WYL) announces that earlier this morning it received an indicative, non-binding and confidential proposal to acquire all of the issued capital of Wattyl by scheme of arrangement from an overseas corporation at a price of \$1.30 per share.

The proposal requires a unanimous board recommendation, in the absence of a superior proposal, and is conditional on Foreign Investment Review Board and NZ Overseas Investment Office approvals. The proposal is not conditional on due diligence.

The Wattyl Board has not formed a view with respect to the proposal and recommends that shareholders take no action at this time. Wattyl will make a further announcement in due course.

Wattyl has engaged Gresham Advisory Partners Limited and Clayton Utz as advisors.

For further information please contact:

Sue Cato

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