



20 November 2009

Company Announcements Office
Australian Stock Exchange
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

- **Gage Roads expanding capacity to 1.2 million cases per annum**
- **\$4.2 million raised via ANZ flexible credit facility**

Highlights

- GRB secures a credit facility for \$4,200,000 from ANZ.
- Procurement of plant and equipment for the accelerated expansion program has begun.
- A team of brewery and packaging specialists have been engaged to design and help install the most efficient and cost effective upgrade possible.
- Gage Roads to contract brew an estimated 1,000,000 cases of beer per year for Woolworths.

Gage Roads Brewing Co Ltd (ASX: GRB) is pleased to announce that the Company has executed an agreement with the ANZ Banking Group Limited to provide a \$4,200,000 credit facility. The facility is secured by Company assets and a guarantee from Woolworths Limited. The funds will be used to facilitate the accelerated expansion program of the existing Palmyra (WA) based production facility, associated working capital requirements, refinancing existing secured debt, and other related costs.

The Company's accelerated expansion program will take the Company's production capacity to 1.2 million cases of beer and cider per annum. The Company has engaged the services of highly qualified brewing and packaging process engineers and brewers from around Australia to design and implement the expansion of the Palmyra (WA) brewery and packaging line with a focus on delivering the efficiencies required while maintaining the highest standard of beer production possible.

Procurement of plant and equipment for the expansion project has already begun to ensure a target completion date of April 2010 is met. The increased capacity will be used immediately to supply the growing demand for both contract brewed products and Gage Roads' own brands. The strong growth of demand from Woolworths for contract brewed products has been a major contributor in the Board's decision to embark on the expansion program.

Gage Roads' Chief Executive Officer Nick Hayler said "the increased capacity will provide Gage Roads with the opportunity to realise greater economies of scale and move to a profitable operation in the near-term. The Company is delighted with the

AUSTRALIA'S CRAFT BREWERY

GAGE ROADS BREWING CO LTD
ABN 22 103 014 320

14 ABSOLON STREET PALMYRA WESTERN AUSTRALIA 6157 PO BOX 2024 PALMYRA DC WESTERN AUSTRALIA 6961
TELEPHONE: (08) 9331 2300 FACSIMILE: (08) 9331 2400 EMAIL: brewery@gageroads.com.au WEB: www.gageroads.com.au



progress it has made in the last 12 months and is looking forward to continuing its growth strategy."

-ENDS-

For further information please contact:

Nick Hayler
CEO
Gage Roads Brewing Co Ltd
Tel: (08) 9331 2300

AUSTRALIA'S CRAFT BREWERY

GAGE ROADS BREWING CO LTD
ABN 22 103 014 320

14 ABSOLON STREET PALMYRA WESTERN AUSTRALIA 6157 PO BOX 2024 PALMYRA DC WESTERN AUSTRALIA 6961
TELEPHONE: (08) 9331 2300 FACSIMILE: (08) 9331 2400 EMAIL: brewery@gageroads.com.au WEB: www.gageroads.com.au