

ASX Announcement

31 March 2008

Company Announcements Office
Australian Stock Exchange Limited
Exchange Centre
Level 4
20 Bridge Street
SYDNEY NSW 2000

Dear Sir,

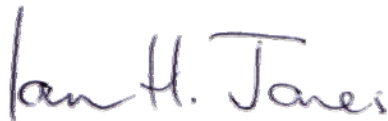
MEDIA RELEASE

Please find attached a media release to be issued by Programmed Maintenance Services Limited later today.

The Board of Programmed Maintenance Services Limited re-affirmed its advice to shareholders to take no action in response to Spotless' announcement that it intends to make a conditional offer for the company. The Board will issue its formal response and recommendation after it receives the Bidders' Statement.

Yours sincerely,

PROGRAMMED MAINTENANCE SERVICES LIMITED



Ian H. Jones
Secretary

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ASX/media release

31 March 2008

Programmed Maintenance Services on track for tenth consecutive year of profit growth

Programmed Maintenance Services Limited (ASX:PRG), a leader in workforce, property maintenance and asset management services, is on track to achieve its tenth consecutive year of profit growth in the year ended 31 March 2008. This was confirmed today by Mr Chris Sutherland, Managing Director, as the company's board re-affirmed its advice to shareholders to take no action in response to Spotless' announcement that it intends to make a conditional offer for the company. The Board will issue its formal response and recommendation after it receives the Bidder's Statement.

'Programmed Maintenance Services is continuing to perform strongly as we begin to unlock the operational benefits from last year's merger with Integrated Group,' said Mr Sutherland. 'We have strong positions in our markets, an experienced and talented management team, and well-developed strategies to enhance business performance.'

Programmed Maintenance Services makes the following comments on the Spotless (SPT) bid:

Falling bid price

- SPT's share price has fallen by 10.7% since the announcement of the bid.
- SPT's bid is currently valued by the market between \$5.36 - \$5.73¹ – up to 75 cents less than the value suggested in the announcement.
- The recent fall in SPT's share price continues an eight year decline. SPT's share price is now about 45% below the level it was in March 2001, while PRG's share price has increased by more than 200% over this period.

Uncertain funding

- SPT's debt funding is described as 'committed'. However, the proposed bid has a number of conditions, including one which would allow SPT to withdraw its bid if a credit market spread index increases by more than 0.5% for three consecutive days during what might be a lengthy offer period. Given recent volatility of credit markets, it is possible this condition could be breached during the offer period.
- SPT has indicated that it may undertake an equity raising, and it is unclear what impact this would have on the value of SPT shares. SPT has not announced:
 - Whether the equity raising, if any, would occur before or after PRG shareholders received SPT scrip;
 - At what price the equity raising would take place;
 - What the estimated dilutionary impact of any equity raising would be; and
 - What are the terms of the Goldman Sachs JBWere underwriting agreement. A volume underwriting agreement does not indicate a certain price for the issue of new shares or that the underwriter is supporting a minimum price for the issue.

¹ Based on SPT's share price as at 1.00pm on Monday 31 March 2008

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Offer conditions

- The SPT bid contains many other conditions, including a minimum acceptance condition of 90%, and should be viewed as highly conditional.

Programmed Maintenance Services has appointed Macquarie Capital Advisers Limited as financial advisers, Cochrane Lishman as legal advisers, and Financial & Corporate Relations as communication advisers.

For further information, please contact:

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or
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Macquarie Capital Advisers
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