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ASX RELEASE

Market Update

In the first two months of calendar year 2015 Site Group International Limited ("Site", ASX:SIT) has delivered unaudited revenues of approximately \$7.5m and EBITDA in excess of \$1.5m. This reflects a continuing improvement in the performance building on the results of the first six months of Financial Year 2015 which delivered \$20.5m of Revenues and \$1.1m of EBITDA. Despite being early in the second half of FY2015, management are confident that the improved profitability delivered in January and February will continue for the rest of the Financial Year.

As outlined in the Half Year Results announcement, the business continues to mature and is achieving economies of scale in key areas of online learning, systems, accounts, human resources, marketing and sales. The economies of scale and business improvements are being driven by our capable executive management group. In addition, Site is continuing assessment of various earnings accretive acquisitions which add either new scope or additional capability. Collectively these initiatives will continue to help deliver returns to shareholders.

The group is also continuing its integration strategy with the intention to leverage existing service offerings at existing facilities. This includes the preparation of Productivity Partners courses to be delivered at our Clark and Port Moresby training centres. The 5 year renewal of Productivity Partners registration in January 2015 and the continued development of internal sales capability are key achievements for the group.

Site Group International Energy Division (SGI Energy Division) continues to gain traction internationally on a number of projects which is expected to reflect in our results in the coming months. As previously stated, the SGI Energy Division is planning to achieve the roll out of two further Live Process Plant Environments this year which will have medium and long term benefits to revenues.

The Myanmar venture, with our partner Uniteam, has commenced training candidates in the Live Process Plant Training Environment. SGI Energy expects solid growth from this centre as our customers continue to remain committed to upskilling national workforces.

The development of the Underground Mine Training Facility at our Clark operation continues to proceed on time and on budget with the support of OceanaGold. Site is expecting completion in the fourth quarter of FY2015.

Site Skills Training Division has continued its sound performance with increasing growth in market share and our customer base. The market conditions remain challenging for the delivery of HSE training services such as operation of cranes, working safely at heights, confined space entry and load shifting plant. Site is expecting improved contributions from our Northern Territory and Queensland Centres, whilst Western Australia continues to see high volumes of work whilst achieving a sound contribution to the division. We are expecting a recent restructure of management within this business division to assist with performance.



Shareholders of Site can expect to see continued strength in the performance due to the business platform which has been established and new opportunities see us well placed for continued improvement through 2015 and beyond.

<u>Photos:</u> Hands on training and assessment at SGI Energy Division Life Process Plant Training Environment in Yangon, Myanmar with our partner, Uniteam.













About Site Group International Limited

Site Group International (ASX: SIT "Site") is an ASX listed company providing training, education and workforce solutions in Australia and Internationally. These services are delivered through our online platforms and broad geographic footprint across Australia, Philippines, Malaysia, Myanmar and Papua New Guinea.

Our flagship operation is the Clark Training Centre located in the Philippines. This facility has a 300,000sqm area and is capable of delivering training and education services for a broad range of industries including construction, oil & gas, hospitality, professional services, mining and logistics. In addition to facility based services, Site delivers on-site training for clients and major projects throughout Australia and countries such as PNG, Indonesia, Singapore, China, UAE, Azerbaijan and others.

Site also delivers workforce planning solutions through Site WorkReady. The primary activity of Site WorkReady is direct placement. Clients are provided an end to end "Source-Train-Deploy" service utilising the training and assessment facility at Clark Freeport Zone. Our team identifies workers, completes assessment services and develops appropriate training. Employment candidates receive instruction in English, workplace health and safety systems as well as employer orientation training to support their transition to employment.

Site Group International is an emerging company with a strategic business model run by an experienced board and management team.

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