

# ASX ANNOUNCEMENT

## People Infrastructure provides an update on the impact of COVID-19

Date: 31 March 2020 – People Infrastructure Ltd (ASX: PPE) (“Company”), a leading workforce management company that delivers innovative solutions to workforce challenges, today provides an update on the impact that Covid-19 and associated government mandated counter measures has had on its business.

Declan Sherman, People Infrastructure’s Managing Director said: “People Infrastructure cares deeply for the welfare of its employees and is working extensively with its clients to implement comprehensive preventative measures consistent with government advice to protect its employees against the potential spread of Covid-19.”

“From a business perspective, there is a high level of uncertainty with respect to the current operating environment in which People Infrastructure participates, however People Infrastructure is a diversified organisation servicing clients across a broad range of sectors. As documented in our FY2020 first half results, approximately 51% of our business is generated by healthcare and community services, 22% from information technology and 27% from a diversified collection of staffing and specialist services businesses. Some of these specialist services businesses have been recently negatively impacted by Covid-19 including our hospitality payrolling business and our childcare staffing business. Although it continues to be a volatile working environment and very difficult to predict the immediate impact that Covid-19 will have on our business, the great majority of People Infrastructure’s clients are large corporations, government or government backed organisations and not-for-profits who are well positioned to manage the current crisis and continue to utilise People Infrastructure workforce solutions. We provide a critical service to these organisations (classified as an essential service where our clients provide an essential service) and expect to benefit from strong demand once the economy recovers from the current situation.”

“Most importantly, People Infrastructure continues to generate profits, it currently has significant headroom under its debt facilities and does not expect, based on current information, that it will need to either increase its debt facilities or raise capital to see out the current uncertain situation. Yesterday it paid its interim dividend of 4 cents per share announced as part of the release of its 2020 H1 results. Its normalised net debt to ebitda ratio at 31 December 2019 was 1.1x.”

This document was authorised to be given to the ASX by the Board.

### **For Further Information:**

Declan Sherman, Managing Director  
+61 7 3238 0800