

ASX ANNOUNCEMENT (ASX Code: ANG)

9 June 2020

**Austin Engineering Limited –
Colombia Restructure and Contract Termination**

Austin Engineering Limited (Austin) (ASX: ANG) advises that a site repair contract in Colombia has been terminated by mutual consent and consequently in excess of 200 employees have been retrenched. All entitlements will be paid, totalling around \$1 million.

The termination of this contract arose following the suspension of the contract by our client due to COVID-19 impacting their mine operations. Revenue contribution from this contract was \$15 million during the year ended 30 June 2019 and \$9 million in the current financial year. The EBITDA contribution from this contract was not material to the overall group.

Austin's operations in Colombia now consist of our owned workshop in Barranquilla and several small site repair contracts.

A strategic review remains underway in respect to Austin's operations in both Colombia and Peru.

End

For further information contact:

Peter Forsyth – Managing Director on +61 7 3723 8600
Sam Cruickshank – Chief Financial Officer on +61 7 3723 8600

Media – Giles Rafferty, FIRST Advisers on +61 481 467 903

About Austin Engineering: An Australian based engineering company, headquartered in Brisbane, with operations in Australia, Asia, North and South America. In Australia Austin manufactures, assembles, repairs and maintains (on and off-site) products used in the mining and resources sector. Key product lines include dump truck bodies, water tanks, excavator buckets and materials handling equipment. In Australia and South America specialised field services to the mining industry are provided by Austin's site services divisions. The equipment and service needs of mining and oil and gas-related customers in Asia are delivered through a world class production facility on Batam Island in Indonesia. Austin's facility in the USA is based in Casper, Wyoming and is an industry-leading designer and manufacturer of high-efficiency dump truck bodies and water tanks. It services the North American, Mexican and Canadian mining markets. In South America, Austin has operations located in Chile, Peru and Colombia that manufacture, repair and maintain dump truck bodies and other mining products for their respective markets. For more information visit www.austineng.com.au

This announcement was authorized for release to the market by the Board of Directors.