



ASX Announcement

23 December 2019

Traffic Technologies Ltd (ASX: TTI) Trading Update

Traffic Technologies Ltd (ASX: TTI) ('Traffic Technologies' or the 'Company') wishes to provide a trading update for the half-year to 31 December 2019.

The Company currently estimates that trading revenue for the half-year to 31 December 2019 will be approximately 10% lower than the previous corresponding period to 31 December 2018. The Company has continued to experience generally slow trading conditions in the market resulting in a slowdown in orders and delays to the approval of several projects now expected to be completed in 2020.

We have been advised by our auditors that, in light of the weaker than expected result for the first half, we should review the carrying value of goodwill in the balance sheet. The Board has therefore considered it prudent to record an impairment provision of \$10.5m against the value of goodwill in the 31 December 2019 half-year financial statements.

With contracts in hand and the order pipeline, the Company expects to deliver a better result in the second half of the financial year.

The Company expects to release its half year results to the market in late February 2020, following the completion of the half year audit review.

Announcement authorised for release by Con Liosatos, Managing Director.

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