

ASX Announcement

25 June 2020

Awarded LED Lighting \$0.90 million Order by Ausgrid

Traffic Technologies Ltd (ASX: TTI) ('Traffic Technologies' or the 'Company') is pleased to announce it has been awarded a \$0.9million order to supply LED street lights to the Ausgrid Operator Partnership ('Ausgrid') in New South Wales. The order is to supply over 5000 "P" Category "smart city ready" LED street lights in New South Wales. The order will commence delivery in August 2020 and will benefit the Company's results for the first half of FY21.

Ausgrid Contract

Ausgrid is an electricity distribution company which owns, maintains and operates the electrical networks supplying 1.7 million customers in Sydney, the Central Coast and Hunter regions of New South Wales. It was formed in 2011 from the previously state-owned energy retailer/distributor, EnergyAustralia, when the retail division of the company, along with the EnergyAustralia brand, was sold by the Government of New South Wales, and the remainder renamed Ausgrid. Ausgrid currently own and maintain over 250,000 street and road lights covering P and V category lighting.

Australian Street Light Market

There are around 2.3m street lights in Australia of which approximately 20% have to date been switched to LED technology. According to the Government's energy rating body, IPWEA, street lighting is the single largest source of carbon emissions from local governments, typically accounting for 30–60% of their total emissions. Compared to halogen and fluorescent lighting solutions, LED lights use less power per wattage output. This translates to less energy consumption, thereby reducing harmful CO2 emissions.

Commentary

Traffic Technologies' Managing Director, Con Liosatos, said: "We are extremely proud to announce this order from Ausgrid. It's a first for the Company in receiving an order in the "P- category" from our long-standing customer Ausgrid and it shows that our equipment is technically sound and smart city ready to be accepted. The award of this order follows on from the Company's recent success in supplying LED street lights for use by state road authorities and local councils across the eastern states of Australia."

Announcement authorised for release by Con Liosatos, Managing Director.

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