

ASX Announcement

18 November 2014

SKILLED Group moves to 100% ownership of OMSA

SKILLED Group (**SKILLED**) today announced that it will move to 100% ownership of the Offshore Marine Services Alliance joint venture (**OMSA**) and intends to combine OMSA and its existing Broadsword Marine operations to create a single marine services business with broad operational and project capability.

SKILLED currently has a 50% interest in OMSA and will acquire the remaining 50% interest from PB Sea-Tow Holdings (BVI) Limited (**PB**) for A\$6.9 million (net of A\$3.7 million incremental cash acquired), payable in January 2015. This represents 50% of OMSA's estimated contracted net cashflows for the period to end June 2015.

In addition, SKILLED and PB will share equally in the outcome of a small number of contingent items that are part of OMSA's current business, including vessel demobilisations and outstanding contractual issues.

As previously stated, OMSA has recently been awarded new work within its existing Gorgon Project contract.

The transaction is expected to be EPS accretive and cash positive from completion.

OMSA recently paid a A\$6.13 million dividend to each of SKILLED and PB.

Commenting on the acquisition, SKILLED's Managing Director and Chief Executive Officer, Mick McMahon, said "As the Gorgon Project moves from its construction to operational phase, we are pleased that OMSA's systems, expertise and high quality team will become a fully integrated part of SKILLED."

"Together Broadsword and OMSA have a broad operational base and extensive capabilities, with synergies to be realised from sharing resources. There remains an attractive pipeline of operational and project opportunities in the offshore market, and we believe that the combination of OMSA and Broadsword will position us well to capitalise on these opportunities", Mr McMahon said.

The transaction will have economic effect from 1 November 2014.

Analyst/investor briefing

Mick McMahon, Managing Director and Chief Executive Officer, will brief analysts and institutional investors on this transaction on **Tuesday 18 November 2014 at 12.00pm (AEST)**.

Dial in details for this conference call are as follows:

Australia (toll free)	1800 554 798	New Zealand	0800 450 585
Hong Kong	800 901 587	USA	1866 839 8029
Singapore	800 6163 105	United Kingdom	0808 234 8407

Confirmation Code: 5960665

Conference Title: SKILLED Group Update

(please dial in at least 5 minutes prior to register)

About OMSA

OMSA is a marine logistics business, currently providing tugs, barges and small vessel marine support services on the Gorgon Project, under a contract that runs until December 2015. At present OMSA has 21 vessels working on the Gorgon Project, all chartered on 'back to back' arrangements with the client contract.

SKILLED Offshore provides manning and related services to OMSA, which will continue after completion of this transaction.

For further information please contact:

Delphine Cassidy
Investor Relations
SKILLED Group Limited
+61 3 8646 6465

About SKILLED Group

SKILLED Group Limited is Australia's leading provider of labour hire and workforce services. SKILLED Group has 100 offices across Australasia with annualised revenues of around A\$1.9billion. SKILLED partners with clients to improve their workforce efficiency, enhance safety performance and increase productivity levels. SKILLED is listed on the Australian Securities Exchange (ASX: SKE) and has approximately 5,600 shareholders, predominantly in Australia.