

ASX / MEDIA ANNOUNCEMENT 8 December 2020

VICCONNECT ALLIANCE ANNOUNCED PREFERRED TENDERER FOR GIPPSLAND LINE UPGRADE WORKS

- Decmil in VicConnect consortium with UGL and Arup announced preferred tenderer for the Gippsland Line Upgrade
- Partnership with UGL established to capture further infrastructure opportunities
- Early works underway
- Completion targeted for late 2022
- Contract negotiations, including valuation, to be finalised in the coming months

Decmil Group Limited (ASX: DCG) ("Decmil" or "the Company") is pleased to announce that, in joint venture with UGL and Arup, it has been appointed preferred tenderer by Rail Projects Victoria (RPV) to upgrade the Gippsland rail line in Victoria.

The package of works includes duplicating track, extending the Morwell crossing loop, upgrading level crossings and signalling, and adding second platforms at three stations along the line and reactivating the second platform at Traralgon.

An early works contract has been awarded so site investigations, procurement, engineering and design works can commence immediately, with the project targeted for completion in late 2022.

The Gippsland Line Upgrade will deliver major benefits to passengers including more reliable services along the Gippsland Line and 40 minute off-peak frequency for trains between Traralgon and Melbourne. The project is being delivered as part of the Regional Rail Revival program, which is upgrading every regional passenger rail line in Victoria.

"The successful bid for these works opens up a new buoyant market for Decmil. It validates our strategy to pursue an alliance contracting model to translate significant government investment in infrastructure upgrades into major contract wins for our business, as well as to utilise our existing skillsets and equipment in a new market opportunity," said Decmil CEO Dickie Dique.

"We expect this significant government investment in infrastructure will continue in order to stimulate the COVID-19 impacted economy.

"As a result, we have entered into a partnership with UGL to enhance our ability to capture further opportunities across a broad range of markets in the thriving infrastructure sector."

Decmil expects that the final contract will be agreed and awarded in the coming months, at which time the Company will be able to provide investors with the value of the contract to Decmil.

This ASX release was authorised by the Decmil Group Limited CEO Dickie Dique.

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About Decmil

Decmil Group Limited (DGL) offers a diversified range of services to the Australian resources and infrastructure industries. Companies within the group specialise in engineering and construction; accommodation services; and maintenance. Listed on the Australian Securities Exchange (ASX Code: DCG), Decmil's goal is to maximise returns from our operations to deliver value to our shareholders, clients and other stakeholders.

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