

ASX ANNOUNCEMENT**9 JANUARY 2018**

VALMEC RAISES \$5.1 MILLION IN INSTITUTIONAL EQUITY RAISING

Valmec Limited (ASX: VMX) ("Valmec" or the "Company") is pleased to advise that it has received commitments to raise \$5.1 million through a placement of approximately 20 million fully paid ordinary shares at an issue price of \$0.25 per share ("Placement").

The Placement is being made to institutional and sophisticated investor clients of Hartleys Limited, who acted as Sole Lead Manager to the Placement and to sophisticated investor clients of Bell Potter Securities who acted as Co-manager to the Placement.

The Placement was significantly oversubscribed and will introduce a number of leading Australian institutional investors to the Company's share register. The Placement shares will be issued under the Company's placement capacity pursuant to ASX Listing Rules 7.1 (12,233,000 shares) being 15% capacity and 7.1A (8,167,000) being 10% capacity.

Commenting on the success of the Placement, Managing Director Steve Dropulich stated "we are delighted with the overwhelming support received for the Placement from a number of high quality institutional and professional investors. Following completion of the Placement, Valmec will be in a strong financial position, ensuring the Company remains well positioned to capitalise on organic and inorganic growth opportunities as they arise."

The Placement is scheduled to settle on Tuesday, 16 January 2018 and the issue and quotation of the Placement shares is expected to occur on Wednesday, 17 January 2018.

This announcement lifts the trading halt of Valmec shares.

About VALMEC

Valmec is an Australian energy and multi-discipline services group providing specialised packaged equipment, construction, maintenance, commissioning and integrity maintenance services to the resources, energy and infrastructure sectors.

Founded by an experienced team of EPC and contracting professionals each with more than 25 years in the Australian gas industry, Valmec's focus is on the delivery of innovative project solutions, superior service and faster time-to-market options than the competition.

Valmec employs approximately 250 project and support personnel, operating out of modern offices and fully equipped workshop facilities in Western Australia and Queensland.

For further information, please contact:

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