

**ASX ANNOUNCEMENT****31 OCTOBER 2019**

UPDATE - GRANT OF PERFORMANCE RIGHTS IN LIEU OF DIRECTOR FEE - PETER MCMORROW

Valmec Limited (**Valmec** or the **Company**) (ASX: VMX) wishes to update its announcement of 30 October 2019 in respect of the grant of performance rights to proposed director Mr Peter McMorro.

The Company has agreed with Mr McMorro that his performance rights will not be granted under the terms of the Company's incentive award plan. In all other respects, the terms of the performance rights remain the same as previously announced.

The performance rights will be issued using the Company's placement capacity under Listing Rule 7.1 and in reliance on exception 9 of ASX Listing Rule 10.12 as Mr McMorro was not a related party at the time the agreement to grant the performance rights was reached.

For further information, please contact:

Harry Singh

Company Secretary/CFO

P: +61 (8) 9266 8888

E: hsingh@valmec.com.au