

28 May 2015

Waihi Gold Project

Macmahon Holdings Limited (ASX:MAH) today announced that its mining contract with Newmont Waihi Gold, for the Martha Mine in New Zealand, would be concluding on 24 June 2015.

The 2 year contract was valued at approximately A\$38 million, and was scheduled to complete in April 2016. However, following a slip on the north wall of the Martha open pit, Newmont Waihi Gold has determined that geotechnical investigations will take considerable time to establish when safe production can recommence.

Newmont Waihi Gold's General Manager, Glen Grindlay, in announcing the need to conclude the contract, noted, "In all respects, Macmahon has been a respected and valued business partner."

Macmahon Executive Chairman, Jim Walker, said the Company was now focused on its personnel in New Zealand, and ensuring contract completion meets the expectations of Newmont Waihi Gold.

"We have been operating on site at Waihi since 1998 and over that time have developed a strong and loyal workforce. We will be supporting these employees during this change, including providing counselling and outplacement services," he said.

Mr Walker also acknowledged the Company's long term partnership with Newmont Mining, saying that he looked forward to the opportunity to again provide a quality mining service in the future.

Under the terms of its mining contract, Macmahon will receive an early termination payment.

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For further information, please contact:

Christian Sealey Group Manager – Investor Relations & Communications +61 497 828 300

About Macmahon

Macmahon is a leading Australian company providing the complete package of mining services to clients throughout Australia and in New Zealand, South East Asia and Africa.

An ASX listed company, Macmahon's diverse and comprehensive capabilities provide an end to end service offering to its mining and engineering clients.

Macmahon's extensive experience in both surface and underground mining has established the Company as the contractor of choice for resources projects across a range of locations and commodity sectors.

With an international footprint, Macmahon's reputation for outstanding teamwork, integrity and commitment to the environment is underpinned by the Company's core value – safety.

Visit www.macmahon.com.au for more information.