

ASX ANNOUNCEMENT**2 November 2015**

VALMEC COMPLETES PLACEMENT OF \$2.7M OF CONVERTIBLE REDEEMABLE PREFERENCE SHARES

Valmec Limited is pleased to advise that it has raised \$2.7 million through a placement of 18 million Convertible Redeemable Preference Shares (CRPS) at an issue price of \$0.15 per CRPS.

Patersons Securities Limited acted as Lead Manager to the placement. The placement shares will be issued under the Company's existing available placement capacity.

The placement will be used predominantly for the repayment of expiring convertible notes issued by the company in 2013.

Key Terms of the placement are as follows:

Term	Description
Security	Convertible Redeemable Preference Shares (CRPS)
Issue Price	\$0.15
Number	18 million
Total amount raised	\$2.7m
Conversion ratio	1 CRPS for 1 Ordinary Share
Conversion by	<ul style="list-style-type: none">• Holder: at any time• Valmec: after 12 months of issue and before maturity date subject to conversion conditions
Maturity Date	18 Months
Dividend	12.5% per annum paid bi-annually
Attaching Options	1 for 1 free attaching option (VMXO) exercisable at \$0.25 with an expiration date of 10 January 2018. The issue of these Options to CRPS holders is subject to approval by shareholders at the Company's Annual General Meeting to be held on 30 November 2015.



VALMEC



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About VALMEC

Valmec is a diversified Australian energy and infrastructure 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 150 project and support personnel, operating out of modern offices and fully equipped workshop facilities in Western Australia, South Australia and Queensland.

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