

Process control specialists

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30 July 2014

ASX ANNOUNCEMENT - PRELIMINARY ANNOUNCEMENT

The Company makes the following preliminary announcement before the official release of its Yearly Accounts for period ended 30 June 2014 to the Australian Stock Exchange that is due by the 29 August 2014.

30 June 2014 - UNAUDITED RESULTS

The Company announces an unaudited loss before tax for the year ended 30 June 2014 of \$401,621 compared to \$4,440,987 profit before tax for the same period last year.

A tax benefit of \$134,435 brings the unaudited loss after tax for the year ended 30 June 2014 to \$267,186 compared to a \$3,116,667 profit for the same period last year. This loss includes a loss of \$64,532 for exchange variance made up of \$23,448 of realised exchange gain and \$87,980 of unrealised exchange loss.

Sales were \$11,713,563 (2013: \$17,723,583) a decrease of 33.9% over last year.

Scantech sells products that are classified as capital goods by the purchasing departments of major companies. In 2014, capital budgets and spending have been significantly reduced by major companies in the coal, cement and minerals industries across the globe. This reduction in spending has had a significant effect on Scantech and unfortunately this trend of reduced capital spending appears to be continuing. Until capital spending by these multinationals is restored, Scantech will operate on the expectation of lower product revenues.

Service revenues continue to please with an increase of 15% on 2013 levels.

The orders on hand at the date of this announcement totals \$3M.

ABOUT SCANTECH

Scantech is a world leader in process control technologies, specialising in the minerals, cement and coal industries.

Its award-winning technology measures the composition and quality of bulk materials as they pass through its analysers on conveyor belts.

Detailed analysis is provided in real time, enabling quick decisions that can result in improved process control, significant cost savings, longer plant life and substantial environmental benefits.

Scantech analysers are designed and manufactured in Adelaide, South Australia The company is listed on the Australian Stock Exchange (ASX: SCD).

For enquiries refer to Valerie Steer on (08) 8350 0200.

Company Secretary