

ASX/MEDIA RELEASE

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Sedgman extends Sonoma operating contract with QCoal

Leading resources sector services company Sedgman Limited (ASX:SDM) today announced the renewal of its CHPP operations contract with QCoal Group for a further three years until December 2017 at the Sonoma Mine in the Bowen Basin, Queensland with an expected revenue of \$70 million over the contract term.

The CHPP facility is scheduled to process approximately 6.0 Mt/a of coking and thermal coal from the QCoal Group open cut mines located near Collinsville in the Bowen Basin. Sedgman designed and constructed the Sonoma CHPP and has operated the facility since 2009.

Chief Executive Officer and Managing Director Peter Watson is delighted to continue the strong and enduring relationship with QCoal.

"This latest renewal is a clear demonstration of the value that Sedgman's business model offers clients from concept study through delivery to ongoing operations.

"Our operations team have been working collaboratively with QCoal to maximise CHPP productivity and optimise processing costs. Our Sonoma site based team, supported by our off-site support group, have consistently delivered industry leading facility run hours and excellent process performance at this facility.

"We are focussed on the relentless pursuit of value to provide superior operational outcomes for our clients and look forward to working with QCoal and the Sonoma site based team over the next three years."

About Sedgman

Sedgman Limited (ASX: SDM) provides solutions to the global resources industry. Our services range from concept, pre-feasibility and design through to construction, commissioning, operations, maintenance and asset management. Established in 1979, Sedgman listed on the ASX in June 2006 and has approximately 600 employees. Headquartered in Brisbane, Australia with offices in Perth, Townsville, Newcastle and Mackay, Sedgman has international offices in Beijing, Shanghai, Ulaanbaatar, Santiago, Vancouver and Johannesburg, Sedgman delivers projects and operations across Australia, Africa, Asia and the Americas.

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