

ENGINEERING LIMITED

ASX RELEASE

1 June 2012

Notice of award of contract

Southern Cross Electrical Engineering Ltd (ASX:SXE) is pleased to announce that its overhead powerline construction business, K. J. Johnson & Co Pty Ltd, has been awarded a contract with Rio Tinto for part of the Yandi Sustaining Project – Design, Supply and Construct 33kV Distribution Overhead Line.

As part of the Yandi Sustaining Project, the existing 33kV overhead line distribution supplying various mine facilities from the Yandi 220kV Switchyard is to be upgraded and new sections of powerlines are to be installed. The initial contract value is worth in excess of \$9 million with the potential of additional optional items of the project that may be awarded. Works commence in June 2012 and conclude in January 2013.

SXE Managing Director Simon High said "We are very pleased to have been awarded this work by Rio Tinto. It allows us to continue to grow our specialised infrastructure business; K.J. Johnson with a combination of both greenfield and brownfield works which is in line with our strategic objectives. There are a number of optional items of work on this project, which we would hope that based on good performance with the current scope, SCEE would be well placed to be awarded."

K. J. Johnson & Co Pty Ltd specialise in the construction of overhead distribution HV powerlines, including switchgear and transformer installations. Other capabilities include design and engineering, asset management, maintenance, repairs, modification and powerline additions.

For further information please contact:

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