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By ASX online platform
Companies Announcement Office
ASX Limited
Level 40, Central Park
152-158 St Georges Terrace
PERTH WA 6000

FORMAL REQUEST FOR REMOVAL FROM OFFICIAL LIST OF ASX

Resource Equipment Limited (**Company**) refers to its announcement of 24 March 2015 in relation to the in-principle approval granted by Australian Securities Exchange (**ASX**) in respect of the Company's request for removal from the official list of ASX (**In-Principle Announcement**).

Following the Delisting resolution being approved at the General Meeting, the Company today submitted a formal request with ASX for its removal from the official list of ASX.

As set out in the Notice of Meeting and Explanatory Memorandum released by the Company on 13 March 2015 (**Notice of Meeting**), the Company's reasons for seeking removal from the official list include:

- low liquidity in trading of the Company's shares;
- small spread of shareholdings;
- cost of maintaining an ASX listing; and
- likely inability for the Company to raise capital from new or existing shareholders other than Pump Services, LLC or Mr Loddie Naymola.

As noted in the Notice of Meeting, the Company's removal from the official list will have the following implications for shareholders:

- shares will no longer be capable of being traded on ASX which impacts the liquidity of the shares;
- any subsequent transfer of shares will need to be completed off-market;
- the Company would no longer have the ability to raise capital from the issue of securities on the ASX; and



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HEAD OFFICE
276 & 332 Treasure Road
Welshpool WA 6106
PO Box 328
Welshpool DC WA 6986

T + 61 8 6141 6500
F + 61 8 9258 9804
E admin@rel.com.au

KALGOORLIE
39 Broadwood Street
Kalgoorlie WA 6430
PO Box 1423
Kalgoorlie WA 6433

T + 61 8 9068 1000
F + 61 8 9091 6814
E kal@rel.com.au

HUNTER VALLEY
4 Balbu Close
Beresfield NSW 2322
PO Box 3262
Thornton NSW 2322

T + 61 2 4088 0100
F + 61 2 4966 5835
E huntervalley@rel.com.au

BRISBANE
Level 1, Unit I
789 Kingsford Smith Dve
Eagle Farm QLD 4009
PO Box 410
Hamilton QLD 4007

T + 61 7 3868 1022
F + 61 7 4955 3794
E brisbane@rel.com.au

MACKAY
24 Presto Avenue
Mackay QLD 4740
PO Box 6130
Mackay QLD 4741

T + 61 7 4998 9000
F + 61 7 4955 3794
E mackay@rel.com.au

BALIKPAPAN
JL Mulawarman No. 18
RT.11 Lamaru
Balikpapan Timur 76117

T +62 54275 87540
F +62 54272 19632
E balikpapan@rel.co.id

- shareholders will no longer enjoy the legal protections provided to shareholders of listed entities under the ASX Listing Rules, such as the need for continuous disclosure, restrictions on the issue of share capital, financial reporting requirements, and the need to address ASX Corporate Governance Principles and Recommendations.

The Capital Reduction has today been approved by the requisite majorities of the Company's shareholders at the General Meeting and Special Meeting. The Company will proceed to:

- cancel all of the shares of the Small Shareholders (which are not sold under the Buy-back referred to below) on or around 29 April 2015;
- pay each such Small Shareholder A\$0.26 per share in cash on or around 29 April 2015; and
- conduct an on-market Buy-back of its shares at A\$0.26 per share for 3 trading days commencing tomorrow and concluding at 4:00pm Sydney time on Friday 17 April 2015. The sale of shares pursuant to the Buy-back may incur brokerage costs. Please refer to the Notice of Meeting for the tax implications of the cancellation of your shares through the Capital Reduction versus the Buy-back.

As detailed in the In-Principle Announcement, the ASX has set out certain conditions which the Company must satisfy before formally approving the Company's request to delist. The Company confirms that all such conditions have now been satisfied and expects to be removed from the official list on 15 May 2015.

Unless otherwise defined, all terms defined in the Notice of Meeting, have the same meaning when used in this announcement.

Enquiries

Mr. Michael Kenyon
Company Secretary
Resource Equipment Limited
(08) 6141 6500