

19 September 2024

CBA Bank Facilities Increased for Third Time in Two Years

SKS Technologies Group Ltd (ASX:SKS) is pleased to report a substantial increase in its CBA bank financing facilities from \$14.5 million to \$21 million. This increase represents a 44.8% increase over the four-month period from May this year, when the facilities were increased from \$12 million to \$14.5 million.

Chief Executive Officer, Matthew Jinks, said “Exactly two years ago, we applied to CBA for financing facilities, securing \$8 million of financing to move away from expensive invoice financing arrangements.

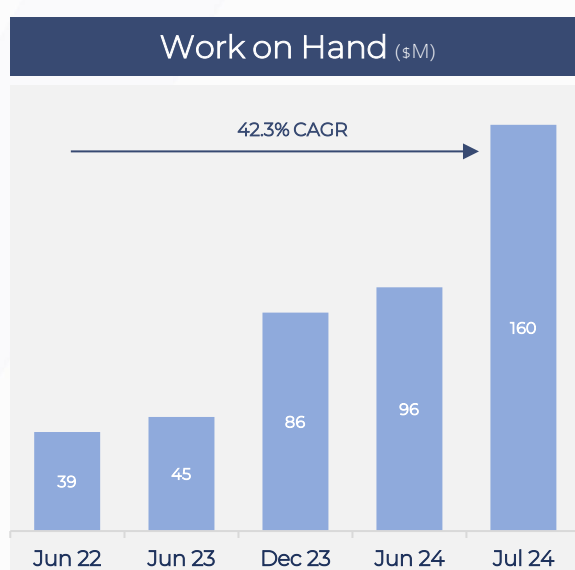
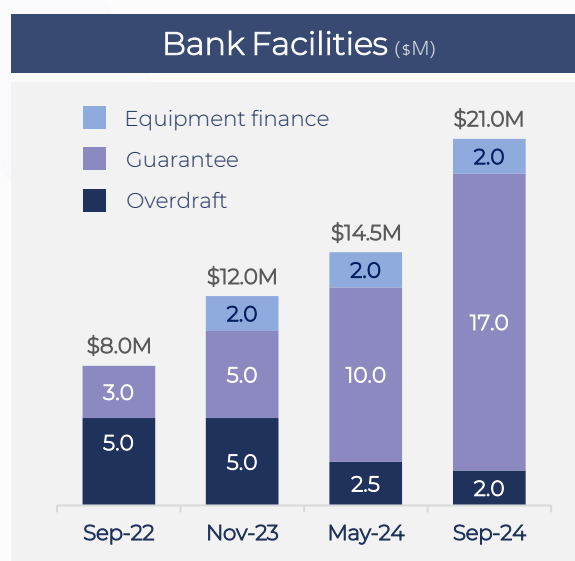
“It was the beginning of the quantum growth that we have achieved in the business, with the capital to support ambitious expansion plans as well as reduced financing costs overall.”

In the two years since transitioning to CBA, the facilities have been increased three times, growing by 2.6 times from \$8 million to \$21 million.

This rapid increase over a short timeframe mirrors the Work on Hand profile as it ballooned by a factor of greater than 4 from \$39 million in June 2022 to \$160 million in July 2024.

The higher level of bank financing further enhances SKS Technologies’ capital structure, combined with the stellar revenue and operating cash performance in FY24. It will bolster the capital resources necessary for the next phase of rapid expansion.

Mr Jinks also said, “This latest increase confirms an inherent confidence in the future revenue streams of the business and the level of comfort we have in managing external financing requirements.



“It underlies the ability of our Board and management to capture the value of new work with excellent project management and execution, and thus continue to achieve our stated forecasts and targets. Not least, the increased facilities enables further up-scaling of the operations without the need to raise additional capital.

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Approved for release by the Board of SKS Technologies Group.

Further Information

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