

FULL YEAR FORECAST AND MARKET UPDATE

5 June 2013

The Board of Structural Systems Limited ("the Company") advise that the full year result for the 2013 financial year is forecast to be in range of \$3.2 to \$3.6 million NPBT. This equates to second half earnings of between \$0.7 to \$1.1 million.

While earnings from our mining services division have improved considerably since restructuring in the latter half of 2012 calendar year construction markets have afforded few opportunities over the last six months. As a result the company has had to make significant redundancies particularly in its Victorian operations. The company's construction divisions have experienced a continued downturn in market conditions with project size and available margin all reducing. While the company has reduced its cost base where possible ultimately the lack of volume and available profit within the industry at present has impacted on the second half result.

Work in hand currently sits at \$168 million. This balance includes some \$24 million in new work secured by our Civil division in May 2013. It is pleasing that after a sustained period of no new replacement work our civil division has secured several projects related to bridge construction and dam upgrade work which it has a very solid track record in.

The company maintains a strong focus on maintaining its improved Working Capital position. As at the end of April cash balances were \$2.7 million better than at the same time last year.

Further information will be provided when the Company releases its Appendix 4E to the ASX in the last week of August 2013.

For further information please contact the undersigned.



David Perry

Managing Director