

ASX Announcement

27 May 2021

Further Detail on Contract Awards in Victoria and Rotherham, England

Further to **Traffic Technologies Ltd's** (ASX: TTI) ('Traffic Technologies' or the 'Company') ASX announcement on 26 May 2021, Traffic Technologies would like to provide clarity on the significance of the new contracts with Acciona Infrastructure Projects Australia Pty Ltd and Coleman Rail Pty Limited (collectively the **Acciona Coleman Rail Joint Venture**) and Rotherham Metropolitan Borough Council (**RMBC**).

Significance of the contracts to TTI

While the aggregate value of the two contracts is AUD\$800,000 increasing to \$1.0m - \$1.3m with possible extensions, it is the nature of the contracts which are significant to TTI as the contract with:

- Acciona Coleman Rail Joint Venture (**Acciona Coleman Rail Joint Venture Contract**) signifies that the Company can now take on projects such as level crossing removals; and
- RMBC (**RMBC Contract**) is a major step for the Company's expansion into supply of "Smart City" iCells for the street lighting sector in the UK and expands the Company's presence in the UK market.

Accordingly, the nature of the activities to be undertaken by TTI (via its subsidiaries) pursuant to these contracts provides the Company with new potential business growth opportunities.

Term of the contracts and other conditions

Acciona Coleman Rail Joint Venture Contract: *Level Crossing Removal - Victoria*

TTI's subsidiary L&M Traffic Services is expected to have the works substantially completed by 25 October 2021 (unless extended as a result of delays).

The Acciona Coleman Rail Joint Venture Contract contains customary obligations such as maintaining insurance.

RMBC Contract: *Smart City Supply Contract – Rotherham, England*

The RMBC Contract is for an initial period of 2 years from 1 June 2021 unless terminated early. RMBC has an option to extend the RMBC Contract for a further 2 years on a year by year basis.

RMBC can terminate the RMBC Contract in whole or part at any time before the delivery of the obligations with immediate effect by giving written notice. If this occurs, RMBC shall pay Aldridge Traffic Systems (TTI's subsidiary) fair and reasonable compensation for any work in progress on the goods at the time of termination. The RMBC Contract contains other customary termination provisions including the ability to terminate the contract for a material breach which is not remedied within 30 days of Aldridge Traffic Systems being notified in writing to do so.

The RMBC Contract contains customary obligations such as maintaining insurance with a reputable insurance company.

Announcement authorised for release by Con Liosatos, Managing Director.

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