

# ASX ANNOUNCEMENT

4 October 2018

## Class action settlement

Macmahon Holdings Limited (ASX: MAH) has reached an agreement to settle the previously announced class action proceedings that commenced against it in the Federal Court of Australia in November 2015. The proceedings related to market disclosures by Macmahon in 2012 regarding a construction project in that year.

Macmahon's Chairman, Mr Jim Walker, said:

"The decision to settle was a purely commercial matter, taken in the best interests of our shareholders. Macmahon continues to deny any wrongdoing in this matter and it is important to note that the settlement is not an admission of any liability, nor a finding against the company or any individuals. Resolving this historical matter in this way permits management to focus on the ongoing business of the company, without the risk, distraction or expense of a lengthy trial."

Under the terms of the agreement Macmahon will pay \$6.7 million in full and final settlement of the proceedings, inclusive of interest and the applicant's legal costs. The settlement is without admission of liability by Macmahon and is subject to Court approval.

The impact of the settlement will be recorded in Macmahon's financial results as a one-off charge to its income statement for the 2019 financial year, and is excluded from the underlying FY19 EBIT guidance of \$70 - \$80 million on revenue of \$950 - \$1,050 million.<sup>1</sup>

**\*\*\* ENDS \*\*\***

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### **About Macmahon**

*Macmahon is an ASX listed company offering the complete package of mining services to miners throughout Australia and South East Asia.*

*Macmahon's extensive experience in both surface and underground mining has established the Company as the contractor of choice for resources projects across a range of locations and commodity sectors.*

*Macmahon is focused on developing strong relationships with its clients whereby both parties work in an open, flexible and transparent way to ensure mutually beneficial outcomes whilst also minimising risks for both parties.*

Visit [www.macmahon.com.au](http://www.macmahon.com.au) for more information.

<sup>1</sup> Guidance is not a guarantee of future performance and is subject to known and unknown risks. This guidance assumes an exchange rate of AUD:USD 0.76, and excludes one-off impacts.