

WestStar Industrial Awards Update

SIMPEC receives ~\$11.5M of new awards and contract extensions

Highlights

SIMPEC has been issued the following new contracts and awards totalling ~\$11.5M from a diversified list of clients across renewable/alternate energy, civil road/rail infrastructure and industrial sectors:

- **~\$2.5M Contract with Systems Connect for the Sydney Metro City & Southwest Line-wide Works project. This is SIMPEC's second infrastructure project in the Sydney Region; and represents organic expansion into the largest civil infrastructure jurisdiction;**
- **~\$2.5M Increase in scope of works of Limited Notice to Proceed for work with Cockburn Cement for the major Kwinana Plant Upgrade project previously announced 23 August 2022¹; and**
- **Award of ~\$6.5M for further works at the Kwinana Waste to Energy project demonstrating SIMPEC's ability and core competencies in delivering this world leading renewable/alternate energy project.**

SIMPEC's continued growth further strengthens its position as a project and service delivery partner of choice across Australia.

WestStar Industrial Limited (Company or WestStar) (ASX: WSI), an Australian industrial services company, operating in the energy, resources, utility, and infrastructure sectors, in metropolitan and remote areas, is pleased to report on new contract awards of ~\$11.5M in total for its wholly owned subsidiary SIMPEC.

These awards further bolster WestStar's FY23 order book and brings total consolidated Group contracted revenue to ~\$132M at the halfway point of FY23

Included in the above amount is a ~\$2.5M award with Systems Connect for the Sydney Metro City & Southwest Line-wide Works project. SIMPEC will supply electrical and mechanical support services for the development of the new Sydney infrastructure project. SIMPEC has currently mobilised on the project with initial scope expected to be completed in FY23. The Company expects tendering activities and awards to increase significantly in FY23 within Sydney and broader New South Wales.

Systems Connect, an unincorporated joint venture between two CIMIC Group companies, CPB Contractors and UGL Limited, is delivering the line-wide work including installing metro rail track, power systems, communications, and infrastructure to turn the excavated tunnels into a working railway between Chatswood and Sydenham. Line-wide work also includes delivering the permanent systems, services and buildings required for Sydney Metro operations between Chatswood and Bankstown. SIMPEC will supply vertical construction support services for the works.

SIMPEC Managing Director Mark Dimasi noted:

"This is our second major project in NSW having previously completed the WestConnex New M5 Project. This contract will strengthen our position in the infrastructure market and allow us to further develop in the state of NSW".

"We look forward to further developing our relationship with the Systems Connect Joint Venture and thank them for the opportunity to deliver such a high-profile infrastructure project."

"Thank you to the team for their dedication and efforts in securing this contract."

¹ Refer ASX Announcement dated 23 August 2022.

SIMPEC has also been awarded an increase in scope of ~\$2.5M as part of the limited notice to proceed for work with Cockburn Cement for the major Kwinana Plant Upgrade project. Initial award of the limited notice to proceed was announced on 23 August 2022 and the additional scope has now increased the value to ~\$4M in total. This is SIMPEC's third major project in the Kwinana industrial zone, with successful delivery of projects at the Tianqi Lithium hydroxide facility and Acciona Kwinana Waste to Energy Plant.

Construction began at Cockburn Cement in August 2022 and will be completed in FY23. Contract terms are in the latter stages of being negotiated with Cockburn Cement for the balance of construction and installation works on the project.



Figure: Cockburn Cement - Kwinana Plant Upgrade Project.

In addition to the above, SIMPEC has also secured a labour hire agreement of ~\$6.5M at the Kwinana Waste to Energy project and are expected to deploy circa 100 personnel on the project. SIMPEC continue to deliver on a complex engineering project for the client outside initial scope. Work has commenced and is expected to be completed during FY23.

Outlook

WestStar Industrial's low-risk contract model and multi-disciplinary market offering has enabled it to capitalise strong working relationships with repeat clients. With a growing reputation for successful sophisticated engineering solutions, delivery of a number of flagship projects (Iron Bridge Wet Plant, Talison Greenbushes, Tianqi, FQM, Lynas) is contributing to an unprecedented acceleration of nationwide tendering activities.

FY23 contracted revenue already stands at ~\$132m the largest in the Group's history and the Company expects to finalise significant new contract scopes, variations and extensions to existing contracts in the current 1H FY23

-Ends-

For further information please contact:

Philip Re

Chairman

pre@Weststarindustrial.com.au

Robert Spadanuda

WestStar CEO and Managing Director

Robert@Weststarindustrial.com.au

Media

David Tasker

Chapter One Advisors

M: +61 433 112 936

E: dtasker@chapteroneadvisors.com.au

About WestStar

WestStar Industrial Limited (ASX: WSI) is an industrial, steel fabrication, installation and maintenance services company focused on the resources, oil and gas, water and infrastructure sectors.

About SIMPEC

SIMPEC's construction and asset management capabilities represent a comprehensive solution for clients within the energy, infrastructure and resources industries.

SIMPEC delivers high quality construction and engineering services with specialisation in structural mechanical and piping (SMP), electrical and instrumentation (E&I), concrete products and civil Services.

We work with our customers and partners to deliver project excellence in a safe and cost-effective manner.

Our vision is to be a strategic business partner of choice to our industry customers.

For more information: www.simpec.com.au

About Alltype

Engineering Alltype Engineering leverages off its fabrication capability and provides complete project solutions including SMP and E&I site installation, construction and maintenance services, across almost every industry in Australia. Alltype's products and services have been delivered and installed state-wide, nationally and internationally through our workshops and sites and can be found on land, offshore on islands, FPSO's and platforms, below ground and even subsea. Supported by its team of experienced multi-disciplinary project personnel, Alltype delivers consistent quality products and services that underpin its commitment to its vision "to be recognised as the preferred partner in delivering integrated fabrication, site and maintenance services with reliable, innovative and cost-effective solutions".

For more information: www.alltypeengineering.com.au

ASX release authorised by the Board of Directors of WestStar Industrial Limited.