

## ASX Announcement

1 August 2014



# Diploma reports strong full year profit.

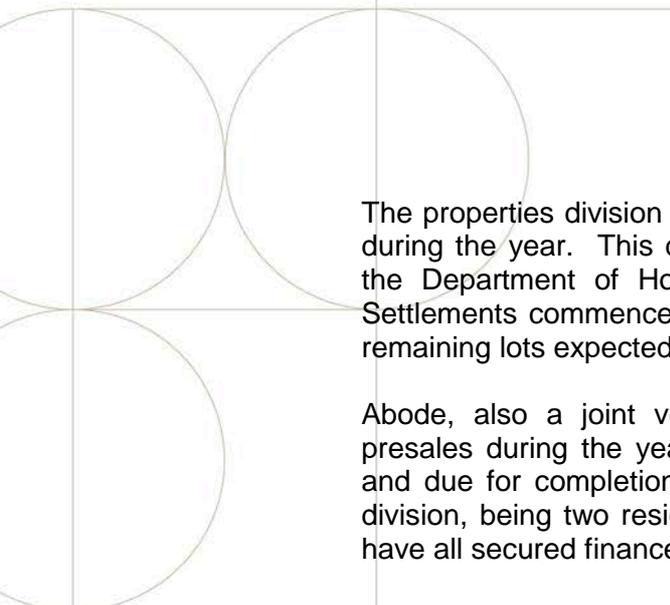
### KEY POINTS

- Revenue of \$195.3 million, up 20% on previous year
- NPAT of \$4.7 million up 194 % on previous year
- Construction work in hand of \$180 million
- No corporate debt.
- Finance secured on all internal development projects
- Successful capital raising of \$9.1m completed

**Diploma Group Limited (ASX: DGX)** today announced a net profit after tax of \$4.7 million and revenue of \$195.3 million. This represents an increase of 194% and 20% respectively for the same time last year and continues Diploma's return to profit which commenced in FY13.

The Group further strengthened its balance sheet during the year by raising \$9.1 million (before costs) via a placement of 22.9 million shares in conjunction with an underwritten rights issue of 281.1 million new shares. Net assets of the Group total \$16.1 million, an improvement of \$12.8 million on the 30 June 2013 position.

During the year the construction division completed 7 projects with a combined contract value of circa \$267 million and secured another 4 totalling \$77m. The division has 9 active projects on hand with Heads of Agreements in place on a further 4 projects set to commence later in the year. Work on hand for the division totals \$180m

A decorative graphic on the left side of the page, consisting of a grid of thin grey lines. Three overlapping circles are positioned within the grid, with their centers at the intersections of the lines. The circles are light grey and partially overlap each other and the grid lines.

The properties division successfully completed its One on Aberdeen development during the year. This development was the first undertaken in joint venture with the Department of Housing and all lots in the \$73m project were pre-sold. Settlements commenced on 25 July 2014 with over 65% already settled with the remaining lots expected to be settled in the next few weeks.

Abode, also a joint venture with the Department of Housing reached 100% presales during the year and construction of this development is well underway and due for completion in Feb 15. The remaining four projects in the property division, being two residential developments and two Quest Serviced apartments have all secured finance and are due for completion throughout FY 15 and FY16.

***Ends***