



CIVMEC LIMITED
(Company Registration Number 201011837H)

Civmec acquisition of Forgacs solidifies way for East Coast expansion

SINGAPORE, 2 February 2016 – Civmec Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) refers to the Company’s announcement dated 17 November 2015 in relation to the target acquisition of defence business on East Coast of Australia and is pleased to announce that the Company has completed the acquisition of Australia’s largest privately-owned engineering and shipbuilding company, Forgacs.

Following the due diligence process and subsequent negotiations, the Company decided that the acquisition will include the Forgacs name, the shipyard facilities, and the assets located at Tomago, New South Wales.

The purpose-built shipyard at Tomago is situated on the Hunter River, just 14 kilometres from the Port of Newcastle. The 22.7 hectare site includes 535 metres of river frontage with two ship basins.

The total acquisition price is A\$20.75 million.

Additional assets, being plant and equipment at the Hexham and Gladstone operations which had been included in the Heads of Agreement between the two companies, were ultimately not purchased.

Civmec will develop the Tomago site to operate as a multi-disciplinary facility which will in future replicate Civmec’s flagship operations at Henderson, Western Australia.

Civmec Chief Executive Officer Pat Tallon said: “This acquisition gives us a strong presence on the East Coast of Australia, enabling us to establish a more substantial East Coast office to provide national and regional clients with a range of services in line with those we currently provide on the West Coast of Australia. It also ensures that we are well-positioned immediately to capitalise on the significant ongoing infrastructure expenditure on the East Coast.”

“Our initial focus will be on steel fabrication and pre-cast concrete manufacture and over time we intend to combine the credibility of both the Tomago purpose-built ship building facilities and Civmec’s heavy engineering expertise to further strengthen our defence service offering.”

Whilst this is a long-term strategic investment for Civmec, the acquisition is not expected to have any material impact on the Group’s financial performance for the year ending 30 June 2016.



CIVMEC LIMITED

(Company Registration Number 201011837H)

About Civmec Limited

Civmec is an integrated, multi-disciplinary construction and engineering services provider to the oil and gas, metals and minerals, infrastructure and defence sectors. Headquartered in Henderson, Western Australia, Civmec has regional offices in Broome (Western Australia), Darwin (Northern Territory, Australia), Sydney (New South Wales) and Gladstone (Queensland, Australia). It also has a presence in Singapore where it has been listed since 2012. Its core capabilities include heavy engineering, modularisation, SMP (structural mechanical and piping) and electrical installation, precast concrete, site civil works, industrial insulation, maintenance, offshore logistics, refractory, access solutions and training.

For more information, please visit our website at www.civmec.com.au