

**CIVMEC LIMITED**  
**ABN 50 604 316 690**

**Appendix 4E - Preliminary final report for the year ended 30 June 2022**  
**Under ASX Listing Rule 4.3A**

**1. Reporting period & previous corresponding period**

Current reporting period is for the year ended 30 June 2022

Previous corresponding period is for the year ended 30 June 2021

**2. Results for announcement to the market**

**A\$'000**

<b>2.1. Revenue from ordinary activities</b>	Up	20.0%	To	809,295
<b>2.2. Profit after tax attributable to members</b>	Up	46.0%	To	50,762
<b>2.3. Net Profit for the period attributable to members</b>	Up	46.0%	To	50,762

**2.4. Details relating to Dividends**

Reporting Period	Amount per security	Franked amount per security
<u>Financial Year Ended 30 June 2022</u>		
Final dividend	A\$0.02	A\$0.02
Interim dividend	A\$0.01	A\$0.01
<u>Financial Year Ended 30 June 2021</u>		
Final dividend	A\$0.01	A\$0.01
Interim dividend	A\$0.01	A\$0.01

**2.5. Dividend payments**

Date the 2022 final dividend is payable	19 December 2022
Record date to determine entitlements	8 December 2022
Date final dividend was declared	29 August 2022 <sup>1</sup>

<sup>1</sup> As per Singapore compliance rules the dividend is subject to shareholder approval at the AGM

**2.6. Brief explanation to figures in 2.1 to 2.4 (if any)**

For the twelve months ended 30 June 2022 ("FY2022") revenue increased 20.0% to A\$809.3 million from A\$674.2 million due to the timing of projects.

Gross profit for FY2022 has increased by 21.1% to A\$90.8 million from A\$75.0 million in FY2021 reflecting the increase in revenue and improvement in gross profit margins from 11.1% to 11.2%.

Other income for the twelve months ended 30 June 2022 ("FY2022") increased by 13.5% to A\$2.9 million from A\$2.6 million in FY2021 mainly due to the fair value gain on investment property partially offset by a reduction in insurance recoveries.

Administration expenses for FY2022 increased by 5.6% compared to FY2021 mainly due to an increase in IT costs and employee benefits resulting from the increased activity of the Group.

Other expenses were 91.1% lower at A\$0.2 million from A\$1.8 million in FY2021 due to less impairment loss recognised on financial assets in the current financial year.

Finance costs for FY2022 decreased by 24.9% to A\$4.9 million from A\$6.5 million due to the utilisation of bank debt with lower interest rates.

Net profit attributable to shareholders increased 46.0% to A\$50.8 million in FY2022 from A\$34.8 million in FY2021 as a result of increased revenue and reduced finance costs.

## Other Disclosure Requirements

The Appendix 4E shall be read in conjunction with the *Report of The Directors and Financial Statements* ended 30 June 2022 as follows:

Requirement	Title	Reference
<b>3. Statement of Comprehensive Income</b>	- Consolidated Statement of Comprehensive Income	Page 57
	- Notes to the Financial Statements	Pages 65-152
<b>4. Statement of financial position</b>	- Statements of Financial Position	Pages 59-60
<b>5. Statement of Cash Flows</b>	- Consolidated Statement of Cash Flows	Pages 63-64
<b>6. Statement of Changes in Equity</b>	- Consolidated Statement of Changes in Equity	Pages 61-62

### 7. Details of individual and total dividends or distributions

**Total dividends per security (interim plus final)**  
Ordinary Securities

2022	2021
A\$0.03	A\$0.02

### 8. Details of any dividend or distribution reinvestment plans

Not Applicable.

### 9. Net tangible assets per security

Net tangible asset backing per ordinary security

30 June 2022 Cents per share	30 June 2021 Cents per share
73.92	58.30

### 10. Details of entities over which control has been gained or lost having a material effect

Not applicable

### 11. Details of associates and joint venture entities

The principal activities of the Company and its subsidiaries, joint venture, associate, and joint operations are set out in Notes 17, 18, 19 and 20 respectively in the *Report of the Directors and Financial Statements* for the year ended 30 June 2022.

### 12. Other significant information in relation to financial performance and financial position

Not applicable.

### 13. Accounting standards for foreign entities

Singapore Financial Reporting Standards (International) comprises Standards and Interpretations that are equivalent to International Financial Reporting Standards issued by the International Accounting Standards Board.

## 14. Commentary on the results

Civmec continues to consistently grow revenue and profits with good performance across all operating sectors, delivering record results for the Groups' tenth year since listing on the SGX. This places the Group in a strong financial position as we enter FY23.

In view of the financial performance delivered, the Board is recommending a final dividend of 2.0 Australian cents, which when combined with the 1.0 Australian cent interim dividend already paid takes the total dividend payout for FY22 to 3.0 Australian cents. Our balance sheet also continues to strengthen with the upward revaluation of our facilities, coupled with record profits. The Group now has net tangible assets of A\$371.2 million or 74 Australian cents per share.

Following the successful completion of our contract with Albemarle for construction works at their Kemerton lithium plant, work has now commenced on our contract to construct the Kwinana lithium refinery for Covalent. This represents the fourth lithium plant that Civmec has been involved in.

Civmec also recently secured IRATA Certification to provide rope access services to our clients. Rope access solutions are of particular interest to clients performing maintenance work on existing infrastructure as they allow quick and cost-effective access to difficult to reach areas and this certification should assist us in growing and expanding our maintenance offerings.

Our previously announced facility in Port Hedland has achieved a significant milestone with the recent settlement of the land purchase and gaining development approval. The facility will be developed over the next 12 months.

Activity in the Gladstone region of Central Queensland continues to ramp up. Recently Civmec has been awarded contracts and contract extensions including:

- A one-year term contract with Rio Tinto for supply of full-time labour to perform Mechanical, Refractory and Electrical services at the Boyne Island smelter (BSL) in Gladstone QLD to assist with the Reduction Line Cell recovery.
- A contract with Rio Tinto for their Yarwun K1 Major Outage Services 2022. This contract involves the supply of all supervision, mechanical, scaffolding and refractory working requirements and associated equipment for performing inspection, maintenance and improvement works on the K1 Calciner unit during its regularly planned half yearly shutdowns in 2022.

As maintenance activity in the Gladstone, Queensland, region ramps up we have made the decision to acquire a 28,510 m<sup>2</sup> land holding in the region to establish a permanent facility. This facility will replace the leased facility we currently occupy and will allow us to expand our services offerings in the region. Development of the facility will occur over the next 18 months.

In the energy sector we are also seeing increased activity, resulting in the recent award of two contracts with Baker Hughes:

- For the supply of subsea structures and module for the Beach Energy Otway phase 5 project in Victoria. The contract includes the supply of a 4-slot production manifold with integrated foundation, supply of a 2-slot flowline end manifold (FLEM) with integrated foundation and supply of a 1-slot flowline end termination (FLET) with integrated foundation.
- For the supply of subsea control manifold structures (SCMS) for Chevron's Janz-Lo field development approximately 130 km NW of Barrow Island.

Tendering activity remains strong across all sectors that we operate in, and we are focused on securing projects that will allow us to grow our workforce at a sustainable rate. We remain positive about the pipeline and the opportunities to continually replenish our order book. We are also increasingly focused on growing the proportion of revenue earned on long term contracts.

## 15. Accounts Status

*Report of The Directors and Financial Statements for the year ended 30 June 2022 has been audited.*

### 16. If the accounts have not yet been audited and are likely to contain an independent audit report that is subject to a modified opinion

Not applicable.

### 17. If the accounts have been audited and contain an independent audit report that is subject to a modified opinion

Not applicable.

**Date:** 29 August 2022

**Name of Director or Secretary authorising lodgement:** Kevin James Deery