

ASX ANNOUNCEMENT

12 OCTOBER 2020

CONTRACT WIN EXPANDS WATER INFRASTRUCTURE WORK

Valmec Limited (ASX: VMX), a leading energy, infrastructure and asset services group is pleased to announce the award of a further \$15 million of work for Water Corporation in Western Australia.

The new Water Corporation contracts, for the installation of water pipeline infrastructure, together with a suite of additional work for Newmont, total \$20 million of projects secured by Valmec's infrastructure division in the past month, further highlighting the Company's diversified service and project capabilities.

Valmec's water expertise has seen it become a key partner in Water Corporation's metropolitan and regional infrastructure upgrades, having now delivered over \$45 million of works in recent years.

The Company has also picked up contract wins with Beach Energy and Arrow Energy for its energy and resources divisions to maintain a total forward order book at approximately \$75 million.

Importantly, Valmec is currently targeting a strong pipeline of construction and services opportunities worth more than \$750 million across its specialist areas of energy, resources and infrastructure.

Valmec's Managing Director, Steve Dropulich said: *"These contract wins are a result of our well-established relationships and reputation across our focus areas. Importantly, we continue to build our infrastructure offering, highlighted by our strong relationship with Water Corporation."*

We are also buoyed by the project pipeline which is continuing to strengthen due to a strong rebound in the energy services sector. Increased early contractor involvement (ECI) tendering as well as continuing expansion of our assets services capabilities continue to underpin our expectations of significant earnings growth for FY21."

All the awarded contracts are expected to commence immediately with completion during FY21.

For further information, please contact:

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