

30 September 2021

Adbri acquires Victorian sand quarries in JV with Barro

Adbri Limited (“Adbri” or “the Company”) (ASX: ABC) is pleased to announce that it has signed an agreement to acquire the sand operations of Metro Quarry Group (“MQG”) in a 50/50 joint venture with Barro Group.

MQG operates two quarries south east of Melbourne at Lang Lang and Nyora, supplying the local and Melbourne markets with natural sand. It is estimated that the two quarries have in excess of 50 million tonnes of reserves.

Adbri Chief Executive Officer, Mr Nick Miller, said:

“This acquisition is consistent with our strategy to extend our vertically integrated footprint and provides a compelling opportunity for Adbri to lock in a long-term secure supply of natural sand for our downstream businesses servicing the competitive Melbourne market.

“The value of this purchase will be optimised through a joint ownership structure, where the operational expertise of Adbri and the Barro Group will unlock cost efficiencies and maximise product offtake.”

Adbri will initially inject circa \$30 million into the newly established joint venture entity to fund its share of the purchase and working capital. The transaction is expected to complete in November 2021.

Authorised for release by Marcus Clayton, Company Secretary.

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