

ASX Announcement

12 September 2014

Market update - Western Desert Resources (WDR)

SKILLED refers to the ASX announcements released by Western Desert Resources Limited (ASX: WDR) on 8 September 2014 in relation to the appointment by WDR of a voluntary administrator, and subsequently, the appointment of receivers and managers.

SKILLED has been providing vessels and crew to WDR for the shipment of iron ore from WDR's Bing Bong operations through its subsidiary Broadsword Marine Contractors Pty Ltd (Broadsword), with four of its vessels on site.

SKILLED has reached agreement with the exclusive buyer of WDR's iron ore, to redeploy the vessels and crew to support transshipment of their remaining interest in the iron ore stock. The agreement is secured by a standby letter of credit and will allow the vessels to be utilised while future deployment options are being considered for the second half of FY15.

As a result of these arrangements and a consequential reduction in the earn-out liability in relation to the Broadsword acquisition, SKILLED currently expects there will be no material impact on FY15 earnings from its exposure to WDR.

For further information please contact:

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About SKILLED Group

SKILLED Group Limited is Australia's leading provider of labour hire and workforce services. SKILLED Group has 100 offices across Australasia with annualised revenues of around A\$1.9billion. SKILLED partners with clients to improve their workforce efficiency, enhance safety performance and increase productivity levels. SKILLED is listed on the Australian Securities Exchange (ASX: SKE) and has approximately 6,700 shareholders, predominantly in Australia.