

ASX / MEDIA ANNOUNCEMENT
1 December 2015

ACQUISITION OF SC SERVICES

- **Acquisition of telecommunications services business**
- **Upfront consideration of \$14m**
- **Progresses Decmil's strategy of diversification from natural resources**

Decmil Group Limited (ASX: DCG) ("Decmil" or "Company") is pleased to announce the acquisition of SC Holdings Pty Ltd ("SC Services").

SC Services is a leading telecommunications solutions provider, with a strong historical presence in Western Australia and a growing presence nationally. The business offers a suite of design, installation and commissioning services to telecommunications network owners, manufacturers and NBN service providers.

The acquisition provides Decmil with direct exposure to the telecommunications infrastructure services market in Australia, which continues to experience growth due to investment in wireless networks and the ramp up of the National Broadband Network program.

The acquisition has an effective date of 1 December 2015 and Decmil will acquire 100% of the shares of SC Services on a cash and debt free basis, with 10% of the consideration held in escrow pending a completion audit. The vendor will also be entitled to deferred consideration based on the actual level of EBITDA achieved by SC Services in FY16. The upfront consideration will be funded by a combination of cash and existing facilities.

The owner of SC Services, Mr John Ryall, will become the General Manager of the business, which will continue to trade as SC Services.

SC Services has grown substantially over the past few years and in FY15 it generated revenue of approximately ~\$26.0m and EBITDA of ~\$3.5m. The business expects to continue to grow based on secured work spanning the remainder of FY16 and FY17.

Decmil Group CEO and Managing Director, Mr Scott Criddle, commented:

"The acquisition of SC Services will give Decmil scale and a national presence in the growing telecommunications service sector. This is an important step forward in our strategy to build a broader and robust business that, in addition to our historical strength in the natural resource sector, has reach and capability across Australia in a variety of public and private sector infrastructure".

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About Decmil

Decmil Group Limited (DGL) offers a diversified range of services to the Australian resources and infrastructure industries. Companies within the group specialise in design, civil engineering and construction; accommodation services; mechanical fabrication; maintenance; and telecommunications. Listed on the Australian Securities Exchange (ASX Code: DCG), Decmil's goal is to maximise returns from our operations to deliver value to our shareholders, clients and other stakeholders.

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