



**ASX
ANNOUNCEMENT**



30 May 2016

MARKET UPDATE

As previously advised to the ASX, Devine Limited (ASX: DVN) commenced a Strategic Review of its business in January 2016 aimed at preserving shareholder value by:

- Reducing debt; and
- Achieving a sustainable platform for the business.

Further to the ongoing Strategic Review, Devine announces it:

- Has negotiated and completed the sale of the Townsville City Project in Queensland and is in advanced negotiations for other asset sales;
- Expects impairments on certain assets;
- Has evaluated the current forecasts of the financial outcomes of projects in its construction division, Devine Constructions; and
- Has implemented a cost reduction plan.

Devine now anticipates that its 2016 full year result will be a loss of approximately \$35 million, subject to market conditions.

Proceeds from the Townsville sale have been used to reduce debt and provide working capital, as will the proceeds of other asset sales when completed.

The Company continues to focus on stabilising Devine Constructions and has reduced losses from the division. Personnel with strong construction expertise have been appointed and tasked with controlling risks, managing costs and efficiently delivering existing projects before the end of the financial year.

ENDS

For further information:

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