

ASX ANNOUNCEMENT (ASX Code: ANG)

21 February 2019

Settlement of Chile crane assets sale

Further to the announcement made on 6 February 2019, Austin Engineering Limited (“Austin”) confirms settlement of the sale of a package of 13 cranes to Equipos y Servicios Trex SpA, a local crane dealership in Chile for \$7.3 million.

The proceeds were used to repay \$4.4 million of finance leases associated with the assets that have been sold. The remaining funds will be applied to the wind down of operations, settling local tax liabilities and repaying intra-group debt.

Remaining debt connected to the crane business include:

- finance lease liabilities totalling \$0.8 million which will be settled upon sale of connected assets, and
- a long-term mortgage of \$5 million that is secured against property owned by the crane business and property within Chile’s continuing operations.

A partial repayment of the mortgage will be made upon sale of the crane business’ operating property at La Coipa. As advised on 6 February 2019, this has been agreed for sale for net proceeds of \$3 million, to be settled prior to 30 June 2019. The balance of the loan will be refinanced or repaid depending on capital requirements.

There remains strong interest in the remaining crane, forklift and other assets for sale and as a result we anticipate that the majority of disposals will be completed by 30 June 2019.

End

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About Austin Engineering: An Australian based engineering company, headquartered in Brisbane, with operations in Australia, Asia, North and South America. In Australia Austin manufactures, assembles, repairs and maintains (on and off-site) products used in the mining and resources sector. Key product lines include dump truck bodies, water tanks, excavator buckets and materials handling equipment. In Australia and South America specialised field services to the mining industry are provided by Austin’s site services divisions. The equipment and service needs of mining and oil and gas-related customers in Asia are delivered through a world class production facility on Batam Island in Indonesia. Austin’s facility in the USA is based in Casper, Wyoming and is an industry-leading designer and manufacturer of high-efficiency dump truck bodies and water tanks. It services the North American, Mexican and Canadian mining markets. In South America, Austin has operations located in Chile, Peru and Colombia that manufacture, repair and maintain dump truck bodies and other mining products for their respective markets. For more information visit www.austineng.com.au