

16th August 2011

ASX Announcement



Mastermyne Contract Update

Mastermyne Group Limited (ASX:MYE) today announced that it has received a "Notice of Award" for a material contract in the Bowen Basin.

Mastermyne Services Pty Ltd, a subsidiary company of the Mastermyne Group has been in negotiations for some time with a major coal company to install life of mine infrastructure in its new coking coal mine in the Bowen Basin. The contract will commence in October 2011 and is expected to take approximately 12 to 14 months to deliver.

Group Managing Director, Tony Caruso, said the contract holds significant strategic value for Mastermyne Services as it will be a cornerstone project for this division and will hopefully provide the spring board for similar contracts for the Services Division. The Project will employ 70 people at its peak.

Mastermyne Group also announced an update on the status of its claim for the underground continuous miner (ABM20) which was lost in the Pike River disaster in November 2010. The Company advised that the Directors have formed a view that a partial or whole reversal of the impairment should be booked in the 2011 accounts, subject to verification by the auditors. However, if matters are not finalised the Company may only book a conservative estimate of the insurance claim receivable.

Group Managing Director Tony Caruso said that the company was pleased with the full year results which have exceeded their prospectus forecast for both statutory and underlying results.

Mastermyne Group Limited (ASX:MYE) is on track to release its full year results by the 25th of August.

About Mastermyne

Mastermyne Group Limited (ASX:MYE) was established in 1996 and is a leading provider of specialised services to the Australian coal mining industry. Mastermyne listed on the ASX on 7 May 2010.

It has three operating divisions, Mastermyne Underground (underground roadway development, installation of conveyors and longwall relocation), Mastermyne Engineering (design and engineering of specialised mining equipment and consumables) and Mastermyne Services (surface electrical, mechanical and maintenance services).

Based in Mackay Queensland, Mastermyne has operations in Queensland's Bowen Basin and the Illawarra and Hunter Valley regions in New South Wales.

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