

25 February 2014

Transition of Orebody 18 Contract

Macmahon Holdings Ltd (ASX:MAH) has been notified by BHP Billiton that contract mining operations currently being undertaken by the Company at Orebody 18 in the Pilbara region, Western Australia, will be taken in-house.

Macmahon will work closely with BHP Billiton to implement the transition to owner-operator, which will be completed by 30 June 2014. Macmahon will continue operating on site until this date.

Macmahon currently employs around 200 people at Orebody 18. The majority of these employees will be given the opportunity to relocate to other Macmahon projects.

Macmahon Chief Executive Officer, Mr Ross Carroll, said the Company enjoyed a strong working relationship with BHP Billiton and was in discussions regarding future work in the region.

"We have a long-standing, productive relationship with BHP Billiton and we look forward to continuing to support their growth plans," Mr Carroll said.

"Right now however, our key focus is supporting our people and working closely with BHP Billiton Iron Ore to achieve a smooth transition," he said.

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Media relations

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About Macmahon

Macmahon is a leading Australian company providing the complete package of mining services to clients throughout Australia and in New Zealand, South East Asia, Mongolia and Africa.

An ASX listed company, Macmahon's diverse and comprehensive capabilities provide an end to end service offering to its mining and engineering clients.

Macmahon's extensive experience in both surface and underground mining has established the Company as the contractor of choice for resources projects across a range of locations and commodity sectors.

With an expanding international footprint, Macmahon's reputation for outstanding teamwork, integrity and commitment to the environment is underpinned by the Company's core value – safety.

Visit www.macmahon.com.au for more information.