Appendix 4D

Half-Year Report
Period ended 31 December 2014

DECMIL GROUP LIMITED
ABN 35 111 210 390

Reporting Period & Previous Corresponding Period

The current reporting period is for the half-year ended 31 December 2014.
The prior reporting period is for the half-year ended 31 December 2013.

Results for announcement to the market

Amounts expressed in $A'000

	Results	% Movement	Increase/ Decrease
Revenues from ordinary activities	**389,841**	48%	**Increase**
Profit after tax from ordinary activities attributable to members	**24,300**	6%	**Decrease**
Net profit after tax for the period attributable to members	**24,300**	6%	**Decrease**

Dividend Payments

Date the 2015 interim dividend is payable	24 March 2015
Record date to determine entitlements to the interim dividend	3 March 2015
Date interim dividend was declared	18 February 2015

Dividends	Amount per security	Franked amount per security	Total dividend payment $'000
Financial Year Ended 30 June 2015			
Interim dividend	4.5¢	4.5¢	7,590
Financial Year Ended 30 June 2014			
Final dividend	8.5¢	8.5¢	14,336
Interim dividend	4.5¢	4.5¢	7,590

Explanation of Results

Despite challenging conditions in its traditional markets, the Company has delivered a strong financial result reporting a 48.0% increase in consolidated revenue to $389.8 million for the six months ended 31 December 2014. Lower construction margins however saw the consolidated net profit after tax decline by $1.4 million or 5.6% to $24.3 million.

Revenue within the Construction and Engineering division grew by 54.2% over the same period last year to $357.3 million, which is a pleasing result given the challenging conditions in the iron ore and LNG construction sectors. This is a direct result of the diversification into Government sector work and also the operational nature of the work performed for QGC.

The challenging conditions in the iron ore and LNG sectors, and a greater exposure to Government infrastructure, did see construction margins decline, resulting in the gross margin and earnings before interest, tax and depreciation of the division staying relatively flat at $42.7 million and $24.8 million respectively.

Homeground Villages contributed strongly to Group profitability for the half year ended 31 December 2014, generating revenue of $31.6 million and earnings before interest, tax and depreciation of $13.7 million.

Group corporate overhead reduced by $1.3 million or 5.5% on the same period last year. This was driven by the removal of discretionary spend from budgets, not replacing roles being vacated by natural attrition, consolidating functions, eliminating consultant spend and insourcing the work; and replacement hires being made at lower salaries than incumbents due to the downturn in the employment market.

The Group maintained a strong net cash position with cash on hand of $58.4 million at the end of the period ($59.3 million at 30 June 2014).

The Group remains free of core senior debt and recently renegotiated its principal banking facilities, retaining significant undrawn access to debt funding should it be required.

NTA backing	**31 December 2014 Cents per share**	**31 December 2013 Cents per share**
Net tangible asset backing per ordinary share	**143.9 cents**	**127.6 cents**

Earnings per share	**31 December 2014 Cents per share**	**31 December 2013 Cents per share**
Basic earnings per share	**14.41 cents**	**15.28 cents**
Diluted earnings per share	**14.41 cents**	**15.28 cents**

Control gained or lost over entities having material effect

Not applicable.

Details of associates and joint venture entities

Decmil Australia Pty Ltd, a subsidiary of Decmil Group Limited, has a 50% ownership interest in a joint venture with Obrascon Huarte Lain S.A. in the Decmil OHL Joint Venture which is completing a $7.6m contract for the demolition and replacement of an existing bridge in Maylands, Western Australia for Main Roads Western Australia.

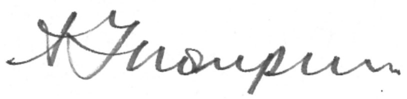
Decmil Australia Pty Ltd also has a 45% ownership interest in the DASSH Joint Venture with joint venture partners Structural Systems and Hawkins Civil to complete a $19.9m contract for Leighton Broad constructing the Elizabeth Quay Pedestrian Bridge in Perth, Western Australia.

Material interests in entities which are not controlled entities

Not applicable.

Compliance statement

This report is based on accounts which have been subject to independent review.



Signed by Alison Thompson, Company Secretary
18th February 2015