



ASX Release
2 November 2016

ASX: EHL ('EMECO' OR 'THE COMPANY')

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RESPONSE TO MEDIA SPECULATION

In response to media speculation that there has been an unsolicited proposal for Orionstone Holdings Pty Ltd (**Orionstone**), Emeco Holdings Limited (ASX: EHL) confirms that under the legally binding restructuring support agreement, Emeco, Orionstone and Andy's have each agreed to various exclusivity arrangements, including "no shop" and "no talk" restrictions.

Emeco notes that the transaction is progressing well and is scheduled to complete in the first week of the January.

Emeco recently lodged its disclosure documents with ASIC and ASX for their review and the first court hearing in relation to the creditors scheme is expected to begin today.

Ashley Fraser, CEO and founder of Orionstone, said, "We remain committed to the recapitalisation and merger with Emeco and Andy's to create a company with a stronger financial position that is able to more effectively service and add significant value to our customers."

Andy Hoare, Managing Director and founder of Andy's, said, "The transaction will help diversify each of the respective companies' exposure across customers, commodities and regions, whilst generating significant operating and capital synergy savings."

Ian Testrow, Emeco's Managing Director, noted, "This recapitalisation and merger will provide Emeco with a sustainable capital structure by materially reducing our leverage, increasing our interest coverage and extending our debt maturity to FY22 to help drive the business towards long term growth and success through value creation."

The Notice of Meeting and Explanatory Memorandum, including an Independent Expert's Report (**IER**), in relation to the recapitalisation and merger will be despatched to Emeco shareholders shortly and the Directors of Emeco encourage all shareholders to read these documents in full.

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Investor and Media enquiries:

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About Emeco

Established in 1972, Emeco is the world's largest, independent mining equipment rental business and currently services major resource projects across Australia, Canada and Chile. Emeco pursues a best in class asset management strategy and operates a global fleet of equipment from a range of original equipment manufacturers to deliver the most effective equipment rental and maintenance solutions for its customers. Emeco is a publicly listed company on the Australian Securities Exchange (ASX:EHL).

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