

Tuesday, 1 May 2018

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

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Successful Completion of Institutional Entitlement Offer

- Total of approximately A\$77 million raised under the Institutional Entitlement Offer at A\$0.25 per New Share
- Strong support from existing eligible institutional shareholders with take up of 83% under the Institutional Entitlement Offer (98% take up excluding Emeco's top 4 shareholders)
- Retail Entitlement Offer to raise approximately a further A\$13 million
- Retail Entitlement Offer to be open from Monday, 7 May 2018 until 5.00pm (Sydney time) Thursday, 17 May 2018
- Proceeds to be applied to the acquisition of Matilda Equipment Limited for an enterprise value of A\$80 million ("Acquisition"), and associated transaction costs and working capital requirements

Completion of Institutional Entitlement Offer

Emeco is pleased to announce the successful completion of the institutional component (**Institutional Entitlement Offer**) of its 1-for-7.8 pro-rata accelerated non-renounceable entitlement offer (**Entitlement Offer**) of new shares (**New Shares**) which was launched on Monday, 30 April 2018.

The Institutional Entitlement Offer raised a total of approximately A\$77 million through the issue of approximately 310 million New Shares at A\$0.25 per New Share (**Offer Price**) and was strongly supported by existing eligible institutional shareholders, who took up approximately 83% of their entitlements (with take up of 98% excluding Emeco's top 4 shareholders).

The institutional shortfall was strongly oversubscribed by both existing eligible institutional shareholders and new institutional investors.

New Shares issued under the Institutional Entitlement Offer will rank equally with existing shares on issue and are expected to be allotted on Wednesday, 9 May 2018. Trading will commence on a normal settlement basis on the Australian Securities Exchange (**ASX**) on the same day.

Emeco Managing Director and CEO, Mr Ian Testrow, said: "Strong support was received from both our existing institutional shareholders as well as new investors to pursue the highly complementary acquisition of Matilda that continues Emeco's growth and deleveraging strategy. We appreciate the support we have received and look forward to providing strong and sustainable returns for our shareholders."

Retail Entitlement Offer

The retail component of the Entitlement Offer is fully underwritten and seeks to raise approximately a further A\$13 million through a 1-for-7.8 pro-rata non-renounceable entitlement offer (**Retail Entitlement Offer**) of approximately 52 million New Shares at A\$0.25 per New Share.

The Retail Entitlement Offer will open on Monday, 7 May 2018 and close at 5.00pm (Sydney time) on Thursday, 17, May 2018.

Eligible retail shareholders with registered addresses in Australia or New Zealand on the record date of 7.00pm Wednesday, 2 May 2018 (Sydney time) (**Record Date**), have the opportunity to apply for New Shares at the Offer Price.

The terms and conditions under which eligible retail shareholders may apply are outlined in the retail offer booklet (**Retail Offer Booklet**) expected to be lodged with the ASX on Monday, 7 May 2018 and despatched to eligible retail shareholders on the same day. In deciding whether or not to participate in the Retail Entitlement Offer, eligible retail shareholders should read the Retail Offer Booklet carefully.

The Retail Offer Booklet and the accompanying personalised entitlement and acceptance form will contain instructions on how to apply by the closing date of Thursday, 17 May 2018.

Offer timetable

Key dates for the Entitlement Offer are set out below. All dates and times are references to Sydney, Australia.

| Event | Date |
|--|------------------------------|
| Trading halt and announcement of acquisition and Entitlement Offer Institutional Entitlement Offer opens | Monday 30 April 2018 |
| Institutional Entitlement Offer closes | Tuesday 1 May 2018 |
| Trading halt lifted and trading resumes on an "ex-entitlement" basis | Wednesday 2 May 2018 |
| Record Date for determining Eligible Shareholders under the Entitlement Offer | 7:00 pm Wednesday 2 May 2018 |
| Retail Entitlement Offer opens and Retail Offer Booklet dispatched | Monday 7 May 2018 |
| Settlement of New Shares issued under the Institutional Entitlement Offer | Tuesday 8 May 2018 |
| Allotment and normal trading of New Shares issued under the Institutional Entitlement Offer | Wednesday 9 May 2018 |
| Retail Entitlement Offer closes | 5:00 pm Thursday 17 May 2018 |
| Settlement of Retail Entitlement Offer | Thursday 24 May 2018 |
| Allotment of New Shares issued under the Retail Entitlement Offer | Friday 25 May 2018 |
| Dispatch of holding statements and normal trading of New Shares issued under Retail Entitlement Offer | Monday 28 May 2018 |

Note: The timetable above is indicative only and may be subject to change. Emeco reserves the right to amend any or all of these dates and times without notice, subject to the Corporations Act, the ASX Listing Rules and other applicable laws. In particular, Emeco reserves the right to extend the closing date of the Entitlement Offer, to accept late applications under the Entitlement Offer (either generally or in particular cases) and to withdraw the Entitlement Offer without prior notice. Any extension of the closing date will have a consequential effect on the issue date of New Shares.

Further information

Further details of the Acquisition and the Entitlement Offer are set out in the Investor Presentation provided to the ASX on Monday, 30 April 2018. The Investor Presentation contains important information including key risks and foreign selling restrictions with respect to the Entitlement Offer.

If you have any questions in relation to the Entitlement Offer, please contact the Emeco Entitlement Offer Information Line on 1800 689 300 (within Australia) or +61 1800 689 300 (outside of Australia) between 8:30am and 5:00pm (Sydney time) Monday to Friday. For other questions, you should consult your broker, solicitor, accountant, financial adviser, or other professional adviser.

- END -

Investor enquiries

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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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