

17th May 2019

ASX announcement

Mastermyne Group Limited – Divestment of Scaffold, Blast and Paint Services

Mastermyne Group Limited (ASX Code: MYE) (“Mastermyne” or “the Company”) is pleased to announce that it has reached agreement to sell the Scaffold and Blast & Paint component of its Mastertec subsidiary to Radbyrn Pty Ltd for approx. \$6.0 million consideration. The revenue contribution of the divested Scaffold and Blast & Paint services for FY19 to 28th April 2019 was \$12.8 million. The transaction is expected to generate a gain on sale (pre-tax) of \$1.9m.

CEO Tony Caruso said “The divestment is in line with our strategy to continue to focus and grow our core specialist capabilities within the buoyant underground coal mining market. With approx. \$250 million in active tenders currently in play and expected to be awarded in the coming months, the divestment provides further balance sheet strength and additional capital flexibility to continue to support these growth opportunities.”

Under the terms of the agreement, Mastermyne will provide transitional support to assist with the change of ownership. The effective date of the transaction will be 28th April 2019.

The group continues to maintain its FY19 Revenue and EBITDA guidance of \$240-\$250 million and \$21-\$22 million.

Further information:

Tony Caruso – CEO and Managing Director: (07) 4963 0400

Brett Maff – CFO/Company Secretary: (07) 4963 0400

Or visit www.mastermyne.com.au

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.
- Mastermyne provides services in the areas of underground roadway development, installation of conveyors and longwall relocations.
- Based in Mackay Queensland, Mastermyne has operations in Queensland’s Bowen Basin, the Illawarra and Hunter Valley regions in New South Wales.