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Interim Financial Presentation
for the half year ended 31 December 2016

H1FY17 Group Highlights



Financial

- Revenue of \$152.5m
- Adjusted EBITDA¹ of \$8.1m
- Operating cash flow of \$7.4m
- Interim dividend of 2.0c per share
- Net cash position at 31 December 2016



Operations

- Operations reflect the diversity of the Group
- Sustaining capital projects in the Iron Ore sector for BHP Billiton, Rio Tinto, Sino Iron and at Roy Hill
- Minor capital works at a number of the ADF bases and facilities
- First substantial renewables project - 10MW solar farm
- Road and bridge projects by Cut & Fill for Vic Roads



Strategy + Outlook

- Improvement in the Group's core sectors of natural resources, infrastructure and renewable energy
- FY18 work in hand and visible revenue stands at ~\$175m

Note:

1 - Excluding various one off and restructuring costs

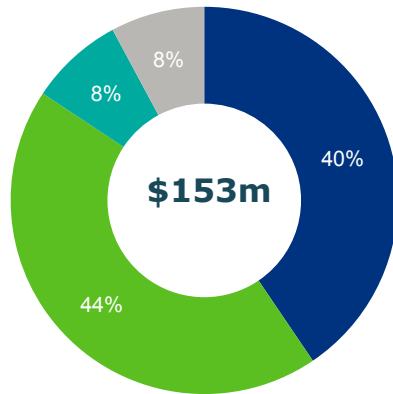
Decmil Group of Companies

National construction & engineering footprint



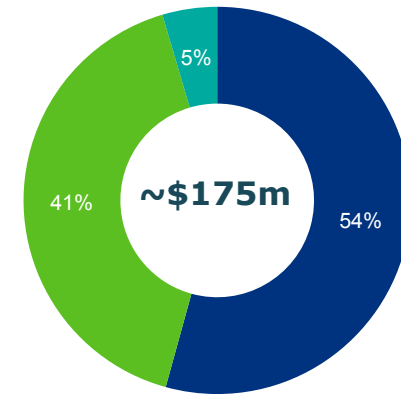
H1FY17 Highlights

H1FY17 revenue by sector



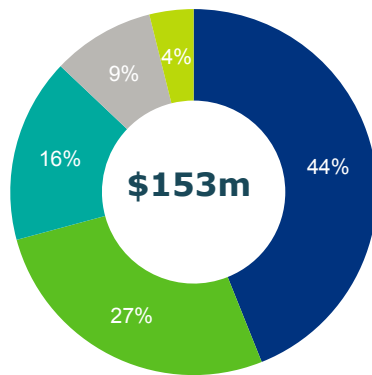
■ Resources ■ Infrastructure ■ Accomodation ■ Other

FY18 order book (by sector)



■ Resources ■ Infrastructure ■ Other

H1FY17 revenue by geography



■ WA ■ QLD ■ Vic ■ NSW ■ Other

Key H1FY17 projects

Client	Project	Value
BHP Billiton	Port Hedland logistics hub	~\$30m
ADF	Various enabling infrastructure projects across Australia	~\$30m in H1FY17
QGC	Wellhead installation, brownfield maintenance, minor capital works	~\$25m in H1FY17
Vic Roads	Sands road interchange; Monash Freeway bridge strengthening; Sneydes Road interchange	~\$20m in H1FY17
Roy Hill Samsung C&T	Various construction works at Roy Hill project by Decmil; engineering consulting by Scope	Ongoing

Adjusted H1FY17 EBITDA

\$m		EBITDA
Reported Result		(0.2)
<i>Adjustments</i>		
- Hastings project loss	1	6.5
- Restructuring costs	2	0.6
- Discontinued operations	3	1.2
Adjusted Result		8.1

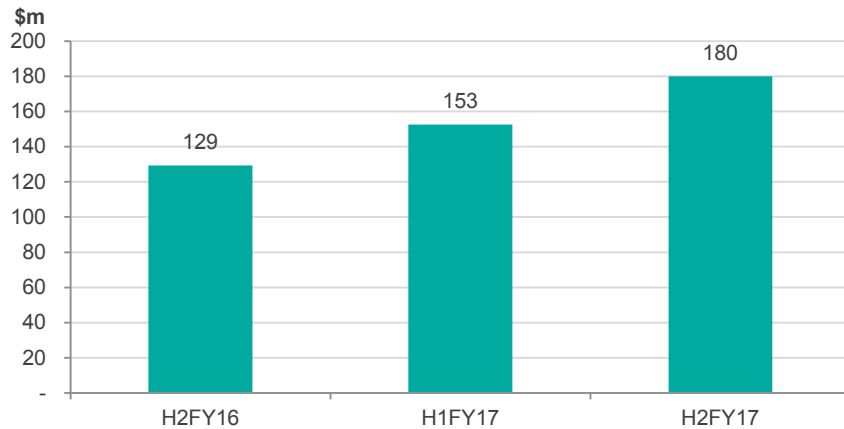
Notes:

1. Project loss on Hastings fuel project in Victoria. Loss has arisen due to industrial relations, weather and productivity issues over the life of the project. Wet commissioning achieved in February 2017
2. Redundancy and termination costs
3. Discontinuance of unprofitable division of the SAS business

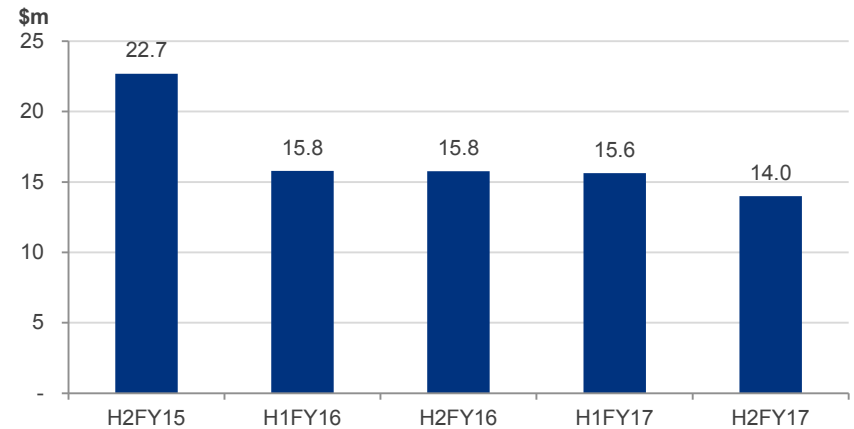
Recent Half on Half Trend

Improving revenue and cost trend

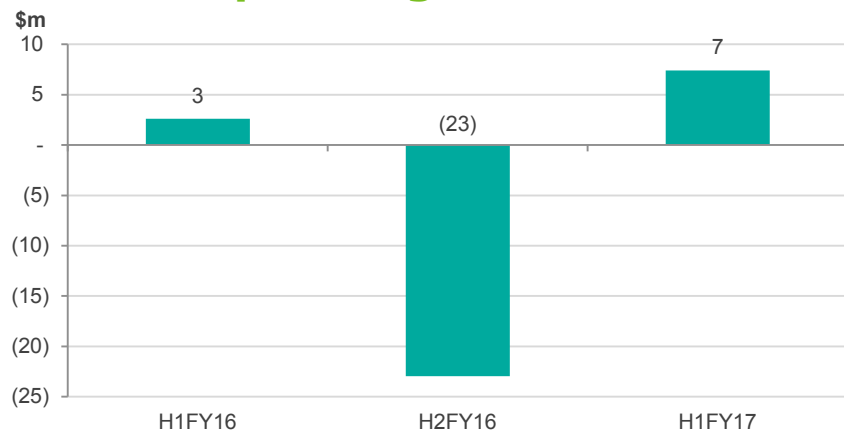
Revenue



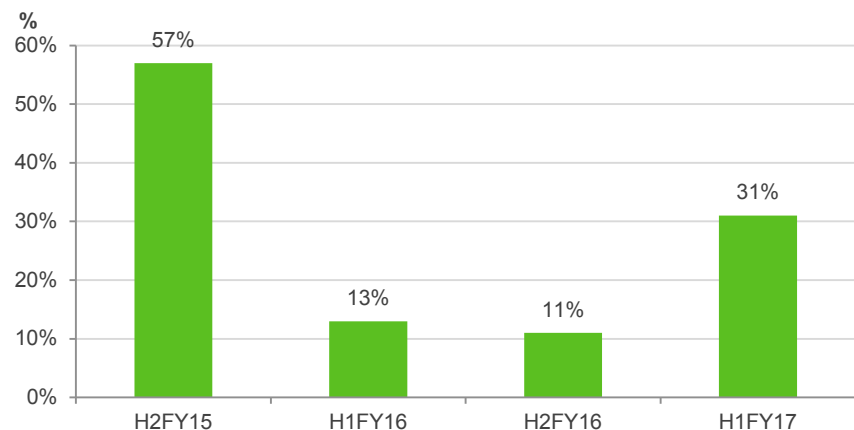
Overhead



Operating cash flow



Homeground occupancy



Group Balance Sheet

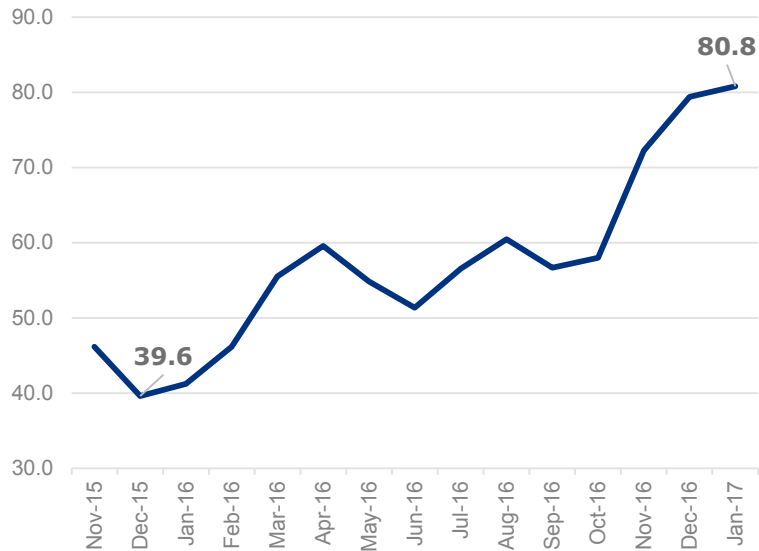
Low gearing ratio with tangible asset base

- Net assets of \$239.6m
- Tangible net assets of \$153.3m
- Gross cash of \$17.9m (overall net cash)
- Low gearing
- Significant bonding capacity

Iron Ore Sector

Improving Iron Ore sector presenting sustaining capital opportunities – Decmil well positioned

62% Fe Spot Price (US\$/mt)



Source: IMF

Current Decmil Iron Ore projects

Client	Project	Value
BHP Billiton	Port Hedland logistics hub	~\$30m
Rio Tinto	Silvergrass and Namuldi non process infrastructure	~\$40m
Roy Hill	Panel engineering contract through Scope Australia	Ongoing
Sino Iron	Non process infrastructure including work at Cape Preston airport	~\$13m
Samsung C&T	Various works at Roy Hill project	Ongoing

Outlook

Market conditions improving in core sectors

- Improvement in the Group's core sectors of natural resources and infrastructure - new opportunities in renewable energy
- Sustaining capital opportunities in Iron Ore and CSG sectors
- Positive trend in Federal and State Government infrastructure spending represents opportunity for many parts of the business
- FY18 work in hand and visible revenue currently stands at ~\$175m
- Efficient overhead structure – has reduced over 30% since FY15

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Thankyou!

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