

ASX / MEDIA ANNOUNCEMENT
12 June 2020

CORPORATE UPDATE

Decmil Group Limited (ASX: DCG) (“Decmil” or “Company”) provides the following corporate update.

SCEE

Decmil wishes to clarify the status of a contract dispute with Southern Cross Electrical Engineering Limited (“SCEE”).

As disclosed in Decmil’s Prospectus lodged with the ASX on 28 May 2020, SCEE has claimed \$11 million in relation to work under a mine infrastructure contract.

The SCEE matter was subject to Adjudication under the Building Industry Fairness Act and the Adjudicator’s decision was handed down last Friday, 5 June 2020.

In relation to the \$11 million claim, the Adjudicator found Decmil needed to pay to SCEE \$152,657.56 excluding GST and interest. The Adjudication can be read here:

http://xweb.bcipa.qld.gov.au/ars_xweb/Pages/PDFViewer.aspx?APP_NO=00000000740379&SEQ_NO=1

The matter remains subject to Arbitration, commenced by Decmil. Decmil remains confident of its position.

Entitlement Offer Closing Reminder

Eligible Retail Shareholders are reminded that Decmil’s accelerated pro rata non-renounceable entitlement offer to raise ~\$50 million at an offer price of \$0.05, as announced on 28 May 2020 (“Entitlement Offer”), closes at 5:00pm (WST) on Wednesday, 17 June 2020.

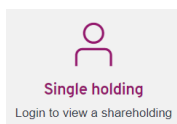
The institutional component of the Entitlement Offer settled on Tuesday, 9 June 2020 which raised \$30 million.

The retail component of the Entitlement Offer will raise up to a further \$20 million, \$11 million of which is underwritten.

Eligible Retail Shareholders who have applied for their entitlement under the retail Entitlement Offer in full will also be entitled to apply for additional shares in excess of their entitlement, subject to the terms set out in Section 9.8 of the Prospectus.

If you have not yet received your physical documents and would like to participate please follow the below steps:

Step 1: Go to www.investorcentre.com/au



Step 2: Click on single holder

Decmil Group Limited
20 Parkland Road
Osborne Park, Western Australia 6017
T: +61 8 9368 8877 F: +61 8 9368 8878

ASX: DCG
ABN 35 111 210 390

decmil.com

Step 3: Enter:

- Your Holder number (including the X or I);
- Postcode / Country (if overseas); and
- Decmil's ASX code (DCG).

Step 4: Go to 'Documents' at the top of the page**Step 5:** Click the drop down and download your PDF form

Further details of the equity raising are set out in the Prospectus lodged on the ASX on Thursday, 28 May 2020.

The Prospectus contains important information including key risks and foreign selling restrictions.

If you have any questions in relation to the Entitlement Offer, please contact the Company Secretary by phone on +61 8 9368 8877 between 8:00am and 5:00pm (WST) Monday to Friday. For other questions, you should consult your broker, solicitor, accountant, financial adviser, or other professional adviser.

Pipeline Update

Decmil is currently bidding on ~\$500 million worth of new contracts and believes it is well placed for the strong identified pipeline of \$7-8 billion in mining, infrastructure and renewables.

This ASX release was authorised by the Board of Decmil Group Limited.

About Decmil

Decmil Group Limited (DGL) offers a diversified range of services to the Australian resources and infrastructure industries. Companies within the group specialise in engineering and construction; accommodation services; and maintenance. Listed on the Australian Securities Exchange (ASX Code: DCG), Decmil's goal is to maximise returns from our operations to deliver value to our shareholders, clients and other stakeholders.

For further information please contact:

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