



ASX RELEASE

9 June 2020

Further NPI contract addition

Highlights

- **Koodaideri airport construction (Rio Tinto Iron Ore) contract valued at \$20M**
- **FY21 contract order book now approximately \$220M**
- **Wartsila litigation update; appeal decision pending**

Multi-disciplinary engineering and contracting firm Primero Group Limited (ASX:PGX) (**Primero** or the **Company**) is pleased to advise of a further significant contract addition.

Contract addition – Non-Process Infrastructure

Rio Tinto (Koodaideri): Primero has been awarded a material contract extension to the existing Koodaideri Non-Process Infrastructure (NPI) contract awarded in late 2019, for the construction of the Koodaideri Airport Terminal and Infrastructure. The contract is valued at approximately \$20 million and involves the multi-discipline construction delivery of the works to be completed in parallel with the existing contract programmed for completion in 2021. The total contract value now stands at circa \$150 million.

Primero's workforce on the project will peak at approximately 180 personnel and site construction work is well underway.

FY21 contracted order book

Primero continues to operate at a run-rate consistent with its FY20 contracted order book guidance of approximately \$195 million.

The timing of all major Primero project works for FY21 remains substantively unaffected at this stage. The Company can confirm that there has been no major reduction in scope or contracted works volume for these projects.

With this recent NPI contract addition, Primero's FY21 contracted order book now stands at approximately \$220 million. There exists further potential to grow FY21 and FY22 contracted orders significantly over coming months.

Primero Managing Director and CEO, Cameron Henry, commented: *"It is pleasing to be awarded further core NPI work from such a great project partner and Tier 1 client as Rio Tinto. We continue to deliver to plan across all major project works and are increasingly optimistic about the operating and growth outlook for the next year and beyond."*



Wartsila update

As previously announced, Primero was recently awarded the sum of approximately \$16.9 million in an adjudication decision against Wartsila Australia under the South Australian Security of Payment Act (**SOPA**). This initial SOPA application by Primero covered only approximately 25% of total outstanding monies claimed under the Barker Inlet Power Station contract.

Wartsila elected to transfer payment into the courts of South Australia and seek judicial review of the adjudication decision in the Supreme Court of South Australia. These proceedings have now been heard and the decision has been reserved for judgment.

This ASX release was authorised on behalf of the Primero Board by:

Cameron Henry, Managing Director and CEO

For further information please contact:

INVESTORS

Cameron Henry
Managing Director
 investor@primero.com.au

MEDIA

Michael Vaughan
Fivemark Partners
 +61 422 602 720

ABOUT PRIMERO

Primero provides engineering design, construction and operational services to the minerals, energy and infrastructure sectors. Primero has specialist expertise in project implementation and delivery with a complementary service offering comprising civil, structural, mechanical and electrical solutions. Primero provides these services to a diverse client base, ranging from mid-sized companies through to international mining and energy houses.

