



Engineering Success

Civmec Delivers Another Record Performance in FY2023

Highlights

- Revenue of A\$830.9 million, an increase of 2.7% from FY22
- Record EBITDA of A\$109.1 million, representing a 15.4% increase from FY22
- Record NPAT of A\$57.7 million representing a 13.7% increase from FY22
- Net Profit margin of 6.9%, up from 6.3% in FY22
- Earnings per share of 11.42 cents, up from 10.11 cents in FY22
- Net asset value per share of 83.3 cents, an increase of 12.7% from 30 June 2022
- Proposed final dividend of 3.0 Australian cents for FY23, increased by 50% from FY22

PERTH / SINGAPORE, 28 August 2023 – Civmec Limited (“Civmec” or the “Group”) has today released financial results for FY23, delivering record revenue and profits together with a stronger balance sheet.

Key financial metrics compared to the previous financial year are set out in the table below:

A\$ million	FY23	FY22	Change
Revenue	\$830.9	\$809.3	2.7%
EBITDA	\$109.1	\$94.5	15.4%
NPAT	\$57.7	\$50.7	13.7%
Net Cash (Borrowings)	\$13.9	(\$33.2)	
Net Assets	\$420.9	\$371.4	13.3%
Cash Generated from Operations	\$122.8	\$36.2	239.2%
Net Asset Value per Share	83.32c Australian	73.92c Australian	12.7%
Earnings per Share	11.42c Australian	10.11c Australian	13.0%
Final Dividend	3.0c Australian	2.0c Australian	50.0%
Order Book	\$1,149	\$1,039	10.6%

CIVMEC LIMITED

(Company Registration Number 201011837H)



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Chairman James Fitzgerald said: *“It is pleasing to deliver another record result for our shareholders with continued growth in profitability and excellent cash conversion – whilst also being able to grow our order book to \$1.149 billion. This result has allowed us to propose a final dividend of A\$0.03, taking total dividends payable for the year to A\$0.05 compared to A\$0.03 in FY22. The dividends are fully franked for Australian taxpayers”.*

Operational Update

Cashflow from operations for the year was A\$122.8 million, a conversion rate of 113% compared to EBITDA of A\$109.1 million. This allowed the Group to reduce debt and finish the year in a net cash position of A\$13.9 million.

During the year, several projects were completed while newly awarded projects ramped up activity levels. Major projects currently underway include:

- Covalent Lithium refinery, with most manufacturing works completed, sitework is nearing the peak of activity;
- SMPE&I and fabrication work is ongoing at the Iron Bridge Magnetite Project;
- The Causeway Bridge project, with siteworks underway including onshore piling and services diversions;
- Supply of subsea structures for the Scarborough and SCMS projects;
- Civil works and manufacture of eight kilns and 25 carbon steel tanks for trains 3 and 4 at Albemarle’s Kemerton Lithium project; and
- Commencement of work on the Western Ranges project for Rio Tinto.

Construction of the Group’s new maintenance facility in Port Hedland progressed well in FY23, with foundations completed and structural steel erection underway.

Maintenance and capital works also saw continued growth, with work ongoing for the following projects:

- Alcoa calciner maintenance, major overhaul and repair services;
- Fortescue Metals Group maintenance works;
- Maintenance and capital works at Newmont’s Boddington gold mine;
- Mechanical and maintenance works to support shutdowns for Queensland Alumina;
- Maintenance and refractory works at Rio Tinto’s Boyne Island Smelter, Yarwun Refinery and Weipa;
- Maintenance support services for Roy Hill’s port and mine fixed plant assets; and
- Maintenance services at the Greenbushes lithium mine site.

Tendering activity continues to be strong across all sectors, with the Group focused on securing projects that will allow it to grow its workforce at a sustainable pace. Opportunities remain plentiful for Civmec to keep replenishing its order book, which amounted to \$1.149 billion as at 30 June 2023, an increase of 10.6% from FY22.

Chief Executive Officer Patrick Tallon said: *“Against a backdrop of high inflation and low unemployment, the results achieved this year are a testament to the dedication and expertise of our entire workforce. We are making good progress overall while also transitioning a large part of our workforce between major projects being completed during the year and new projects starting up with no significant change to revenue or profitability.”*



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ESG Activities

Highlights for the period regarding ESG include:

- Civmec's Newcastle facilities completed the year with zero recordable injuries in the 12 month period.
- Continued focus on the safety of our people saw our Lost Time Injury Frequency Rate (LTIFR) reduced by 50% in FY23.
- Continued focus on emissions intensity, including changeout of fossil fuel powered forklifts for electric forklifts and changeout of diesel powered lighting towers for solar powered lighting towers, has seen a 22% drop in Absolute Emissions Intensity (tCO₂e/A\$m) (for Scope 1 and 2 emissions) for FY23 compared to FY22.
- In line with increasing requirements for disclosure, Civmec will publish our first TCFD report on Climate in our upcoming annual report.
- Continued focus of employee development and training with 129 apprentices, trainees and graduates employed with the Group.
- Female participation in the Group increased to 9.5% of the workforce.
- Solar power on the first of our facilities in Henderson was recently commissioned.
- Civmec were again the top fundraiser in Western Australia for the Vinnies CEO Sleepout in support of homelessness services, with three participants including our CEO Pat Tallon raising over \$120,000.

This announcement was authorised for release to the ASX and SGX by the Board.

*****End of Release*****

About Civmec Limited

Civmec is an integrated, multi-disciplinary construction and engineering services provider to the Energy, Resources, Infrastructure and Marine & Defence sectors. Headquartered in Henderson, Western Australia, Civmec has regional offices in Newcastle (New South Wales, Australia), Gladstone (Queensland, Australia), and Port Hedland (Western Australia). The company is listed on the SGX (Singapore SGX:P9D) and the ASX (Australia ASX:CVL). Its core capabilities include heavy engineering, shipbuilding, modularisation, SMP (structural, mechanical, piping), EIC (electrical, instrumentation and control), precast concrete, site civil works, industrial insulation, maintenance, surface treatment, refractory and access solutions.

For more information, please visit our website at www.civmec.com.au