

13th November 2015

Programmed Maintenance Services Ltd
ACN 054 742 264

First half ending 30 September 2015 update

Programmed are currently assessing the carrying value of the goodwill in our Resources segment and in particular the marine services component of goodwill as we complete our half year accounts for 30th September 2015. In accordance with the accounting standards, this assessment takes no account of the earnings, benefits and synergies arising from the acquisition of Skilled that occurred effective 16th October 2015.

The market for marine services has significantly deteriorated in recent months.

In undertaking this assessment, Programmed estimates a non cash impairment of the value of these assets (being the carrying value of goodwill) of approximately \$28 million to be booked in our first half year FY16 results. Our estimates are based on current oil and gas market conditions and interest rates, and remain subject to the final completion of our audit.

This impairment does not result in any material change to the expected benefits or cash flow from the combining of Skilled and Programmed due to compensating benefits arising from greater work demand across the Property & Infrastructure and Workforce segments; integration progressing ahead of schedule after the first 4 weeks of trading as a combined Programmed and Skilled; and an estimated \$16 million (pa) of savings achieved to date, in the combining of Programmed and Skilled.

Programmed will report our first half FY16 results on 19th November (brought forward from 25th November) and provide the market a detailed update of:

- i) the significant growth in Property & Infrastructure earnings in the first half offsetting the decline in Resources earnings on a pcg basis;
- ii) the improved performance from the Workforce business on a pcg basis;
- iii) the proposed interim dividend of 6.5c per share fully franked (same as FY15); and
- iv) the integration of Programmed and Skilled progressing well and ahead of schedule with synergies being realised faster than planned.

For further information contact:

General / Investor Enquiries

Chris Sutherland
Managing Director
Telephone: +61 8 9216 2123

Media Enquiries

Anthony Tregoning
Financial & Corporate Relations
Telephone: +61 411 852 448
Telephone: +61 2 8264 1000