

8 January 2020

ASX: EHL ('EMECO' OR 'THE COMPANY')

Increase of Revolving Credit Facility limit

- **Emeco has agreed with existing syndicated lenders to increase its RCF to \$100 million**
- **The increased facility provides cost-effective debt with increased liquidity and flexibility for the business**
- **The RCF is currently undrawn (except for minor bank guarantees)**
- **Emeco remains committed to its deleveraging strategy, with leverage expected to be 1.5x by the end of FY20, and targeting 1.0x by the end of FY21**

Emeco today announces that it has executed documentation with its existing syndicated lenders to increase its Revolving Credit Facility (RCF) from \$65 million to \$100 million. There are no other changes to the terms of the facility.

Recent amendments to Emeco's senior notes announced to the ASX on 28 November 2019 increased the permitted limit of its RCF.

The RCF remains undrawn (other than utilisation for minor bank guarantees), with the increased limit providing cost-effective liquidity to support Emeco in achieving its long-term growth objectives.

Ian Testrow, Emeco Managing Director and CEO, said: "The increased RCF limit provides the Company with increased liquidity and flexibility reflective of the growth and financial strength Emeco has achieved since it first established the RCF, and facilitates the continued growth of Emeco.

"Notwithstanding our upsized limit, Emeco remains committed to its deleveraging strategy, with leverage expected to be 1.5x by the end of FY20, and targeting 1.0x by the end of FY21.

"The additional funding limit demonstrates the strength of the business and support of our lenders. I would like to thank our lenders for their ongoing commitment to the Company."

The increased facility limit will take effect 5 February 2020.

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Investor enquiries

Sam Byford
Investor Relations Manager
+61 8 9420 0222

Level 3, 71 Walters Drive, Osborne Park WA 6017, Australia
PO Box 1341, Osborne Park DC WA 6916, Australia
Emeco Holdings Limited ACN 112 188 815

T +61 (0) 8 9420 0222
F +61 (0) 8 9420 0205
E corporate@emecogroup.com

emecogroup.com

This announcement was authorised to be provided to the ASX by Penny Young, Company Secretary of Emeco Holdings Limited

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