

SIMPEC Awarded A\$2.7M Talison Lithium Mine Contract

ASX Release

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Issued Capital:

458,254,616 shares
158,500,000 options

ASX Symbol:

WSI
WSIO

Highlights:

- WestStar business **SIMPEC Pty Ltd** has been awarded a significant ~**\$2.7M** contract by **MSP Engineering** at the **Talison Lithium Mine** in Greenbushes, Western Australia.
- SIMPEC will design and construct process water tanks for the state-of-the-art lithium processing plant at Talison.
- With recent contract extensions and the new tanks contract, SIMPEC has added **\$5M** to its order book. SIMPEC continues to tender for projects throughout Australia with \$150M+ of work tendered over the past 6 months.

WestStar Industrial Limited (“WestStar” or “the Company”) is pleased to advise its engineering contractor business SIMPEC Pty Ltd (“**SIMPEC**”) has been awarded another key contract by **MSP Engineering** (“**MSPE**”) for the **Talison Lithium Mine** - the world’s biggest lithium mine - at Greenbushes, 90km south-east of the Port of Bunbury, Western Australia.

The contract award will see SIMPEC design, supply and construct process water tanks (“Tanks Package”) at the Chemical Grade Plant 2 Project (“CGP2 Project”). The contract has a value of ~\$2.7 million and commences imminently.

MSPE is the Head contractor for the design and construction of the CGP2 Project, which will more than double the capacity of the Talison Lithium Mine to 1.34Mtpa lithium concentrate. The CGP2 Project is due for commissioning in the second quarter of 2019.

The award of the Tanks Package contract follows on from MSPE engaging SIMPEC to supply and subsequently install high voltage and fibre optic cables and concrete pits at the CGP2 Project. This significant contract award is a strong endorsement for SIMPEC and builds on the relationship with MPSE.

Tanks Package contract

The Tanks Package is a Design and Construct (D&C) scope of work whereby SIMPEC will design, construct, supply and install process water tanks for the CGP2 Project. The tanks will be delivered over a 6-month project duration.

The tanks will form part of a complex, state-of-the-art mineral and chemical processing facility. To be involved in the construction of a key element of this world-class facility is a significant milestone for SIMPEC.

Outlook

SIMPEC has actively tendered several scopes of work with MSPE over the course of the past six months for the Talison Lithium Mine site and other MSPE projects in Western Australia. The SIMPEC team is very optimistic that further awards will come from this concerted effort.

With the expanded scopes of each of the current projects (refer to ASX announcement of 4 July 2018) and the new Tanks Package contract, SIMPEC has added \$5 million of work to its order book. For the past six months, SIMPEC has tendered for more than \$150 million of work and will continue to tender for projects throughout Australia.

SIMPEC Managing Director Mark Dimasi noted:

“This award is the culmination of many months of effort from the team. We are very excited about our increasing involvement in the CGP2 Project. We are optimistic that our work here will translate into further awards and even greater market traction.”

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About WestStar

WestStar Industrial Limited (ASX: WSI) is an Australian industrial conglomerate with a unique offering comprised of three specialist operating businesses: Precast Australia Pty Ltd (concrete fabrication) SIMPEC Pty Ltd (construction contractor) and Distinct Developments (property developer).

About SIMPEC

SIMPEC Pty Ltd is a construction contractor with specialist experience in both Structural, Mechanical and Piping (SMP), and Electrical and Instrumentation (E&I) works. SIMPEC's core capabilities provide clients with a fully integrated solution with its key personnel having multi-disciplined experience from design, fabrication, site installation, commissioning and asset management services, providing skills to deliver projects for all infrastructure, energy, mining, and oil and gas projects.