

ASX ANNOUNCEMENT

30 September 2013

Grant of ASX Waiver

Engenco Limited (ASX:EGN) (**Engenco** or **Company**) is pleased to announce the grant of a waiver from ASX in respect of Listing Rule 10.1 in relation to financing arrangements between Greentrains Limited (a subsidiary of the Company) and Elph Pty Ltd on arm's length terms. The waiver permits the granting of additional security interests in the form of rail wagon assets owned by Gemco Rail Pty Ltd (also a subsidiary of the Company).

As announced on 23 August 2013, the Elph facility agreement has been extended to 30 September 2014. As part of commercial arrangements for the extension the facility, Greentrains Limited was required to pay a risk premium fee having regard to the impairment of Greentrains assets at 30 June 2013. However this fee will now be waived when the additional security is provided.

Conditions of the waiver are largely the same as the waiver granted by ASX in June 2012 including a requirement that in the case of default, Elph Pty Ltd has no ability itself to acquire the assets which secure the facility without first complying with the listing rule requirements which includes obtaining shareholder approval.

The extended facility may still be repaid before maturity at Greentrains' election without penalties or break costs. This will provide Engenco with added flexibility as it progresses with its previously announced plans to deconsolidate and recapitalise the Greentrains business. It is the Company's intention that those plans will contemplate the repayment (or refinancing) of the Elph financing arrangements before they mature.

About Engenco Limited

Engenco (EGN) specializes in:

- Maintenance, repair and overhaul of heavy duty engines, powertrain and propulsion systems
- Maintenance, repair and overhaul of locomotives
- Manufacture and maintenance of wagons, carriages and associated rail equipment
- Project management, training and workforce provisioning services
- Manufacture and supply of road transport and storage tankers for dry bulk products
- Leasing of locomotives, wagons and other rail equipment

Engenco services a diverse client base across the defense, resources, marine, power generation, rail, heavy industrial, mining and infrastructure sectors.



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Josephine Tan

Company Secretary

T: +61 (0)3 8620 8900

E: josephine.tan@engenco.com.au