

ASX ANNOUNCEMENT

28 July 2017

Market update: Stronger than anticipated NPAT for FY2017

Engenco Limited (ASX:EGN) (**Engenco** or **Company**), provides the following update regarding the Company's financial performance for FY2017.

At the time of reporting its FY2017 first half year results, Engenco had expected to continue on its profitable trajectory on the assumption that there would be no material deterioration in the general trading environment in which the Company operates.

The Company notes that business conditions in most relevant market segments have in fact improved including the generally positive demand which has been experienced in the rail and resources sectors during the second half of FY2017.

Based on the information currently available, the Board anticipates that for the second half of FY2017, Engenco's underlying financial performance is likely to exceed the profit after tax that was generated from continuing operations in the first half of the year.

The final NPAT result for FY2017 is still subject to the completion and audit of the full year accounts which the Company expects to finalise and release in late August 2017.

Commenting on the Company's ongoing performance improvement along with the generally positive market conditions, Engenco's Managing Director and CEO, Kevin Pallas said, *"The Company has been positioned to benefit from these improved conditions and we remain confident of a continuing positive performance trend.*

We have been successful in providing innovative products and high quality services while building customer confidence which has led to a more consistent revenue base. Engenco is currently pursuing a number of growth opportunities from which we hope to keep building upon our recent successes."

Engenco (EGN) specialises in:

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

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

For further information, please contact:

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