

FY23 Results



- GR Engineering reported FY23 revenue of \$551.4 million and EBITDA of \$44.4 million.
- FY23 revenue was higher than the revenue guidance of \$500 million to \$530 million provided at the Annual General Meeting on 23 November 2022.
- The EBITDA margin percentage improved in the second half of FY23 and the FY23 margin percentage of 8.0% was consistent with historical levels.
- During FY23, GR Engineering successfully delivered multiple major projects, including the Thunderbox 6 Mtpa Expansion Project, the Abra Base Metals Project, the Mt Ida Gold Project, the Norseman Gold Project and the Renison Tin Projects.
- Subsequent to year end, GR Engineering achieved practical completion on the Thunderbird Mineral Sands Project, Bellevue Gold Project and Cosmos Nickel Concentrator Facility Upgrade Project.
- The Group Total Reportable Injury Frequency Rate for FY23 was 11.42. GR Engineering recorded one LTI during the year.
- The Board has resolved to declare a final fully franked dividend of 10 cents per share, resulting in total FY23 fully franked dividends of 19 cents per share (FY22 fully franked dividends: 19 cents per share).
- During FY23, the shareholder base increased from 2,779 shareholders to 3,536 shareholders.

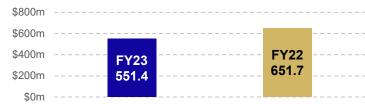


FY23 Results Summary



Earnings





EBITDA

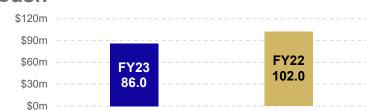


PBT



Balance Sheet & Cash Flow

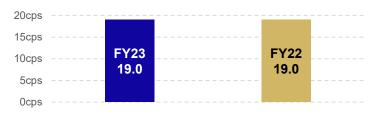
Cash



Net Assets



Total Dividends (Fully Franked)



Balance sheet



- Strong balance sheet maintained at 30 June 2023.
- At 30 June 2023, GR Engineering held a cash balance of \$86.0 million (30 June 2022: \$102.0 million) with negligible external bank debt.
- During FY23, the business paid out \$30.7 million in fully franked dividends to GR Engineering shareholders.
- GR Engineering has significant headroom on its combined bank guarantee and bonding facilities.



Mineral Processing

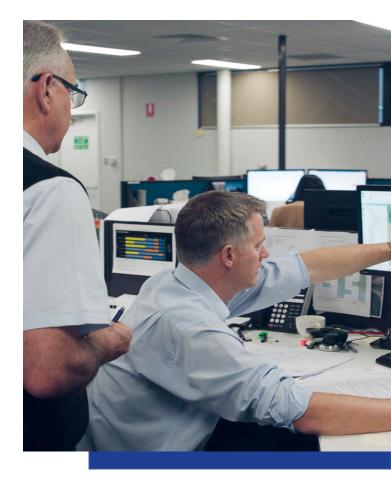


• GR Engineering's design and construction order book of current work includes:

| Company | Project | Туре | (\$'m) |
|---------------------------------------|--|------------|--------|
| BHP Group Limited | West Musgrave Project | EPC / EPCM | 312 |
| Evolution Mining Limited | Mungari Future Growth Project | EPC | 155 |
| K92 Mining Ltd | Kainantu Gold Mine – 1.2Mpta Process Plant* | EPC | USD81 |
| Hastings Technology Metals Limited | Yangibana Rare Earths Project – Beneficiation Plant** | EPC | 210 |

^{*}Letter of intent executed and in advanced contract negotiations. Early works have commenced.

• In addition to the above ongoing projects, GR Engineering maintains a solid pipeline of near term work opportunities across a broad range of commodities.



^{**}Contract executed, pending full notice to proceed. Early works have commenced.

Energy – GR Production Services (GRPS)



- GR Engineering's wholly owned subsidiary, GR Production Services (GRPS) (formerly known as Upstream Production Solutions or UPS), generates longer term operations and maintenance (O&M) services revenue alongside project based design and construction work.
- GRPS's contracted pipeline includes the following key projects:

| Company | Project | Start date | Contract term (excluding options) | Estimated \$'m per annum |
|----------------------------------|-----------------------------|------------|-----------------------------------|--------------------------|
| QPM Energy Pty Ltd | Moranbah Gas Plant – O&M | 2023 | 5 years | 30 |
| Santos Ltd | Surat Basin – maintenance | 2021 | 3 years | 10 |
| Santos Ltd | Cooper Basin – maintenance | 2023 | 3 years | 10 |
| Eni Australia | Blacktip Gas Field – O&M | 2022 | 2 years | 10 |
| INPEX Operations Australia | Icthys LNG Project – O&M | 2023 | 3 years | 9 |







- Mipac is a leading global provider of controls systems, operational technology and engineering services primarily in the mineral processing, energy and water industries.
- During FY23, Mipac continued to deliver solutions for key repeat clients such as First Quantum Minerals Limited, BHP Group Limited, Glencore Technology, Anglo American and other large conglomerates.
- Mipac achieved another record revenue and earnings result for FY23 and continues to operate at a high utilisation based on its strong contracted and near term pipeline of work.
- Since the acquisition of Mipac in May 2021, Mipac's headcount has increased from 80 to 125 employees.
- In addition to its underlying business, Mipac has internally developed proprietary digital solutions which are licensed to clients based on a software as a service model (SaaS).
 Mipac's digital products include:
 - TCard[™] this a simple-to-use operations management solution designed to help plan, schedule and manage tasks easily and efficiently, facilitate two-way communication and provide clear visibility of the status of tasks.
 - MPA this is a suite of integrated applications that provide operational insight and intervention for complex processes. This purpose-built software will detect, escalate, track, control and manage production events, enabling teams to solve operational challenges in real-time.







- At GR Engineering we:
 - Support our communities, including:









- Promote and encourage diversity in our workforce and operations. We recognise that a diverse workforce is a contributor to the business achieving its strategic objectives.
- GR Engineering regularly partners with its clients on social ventures, particularly in relation to initiatives involving the regional communities in which our clients operate.
- Favour local suppliers and supply chain ethics that are supported by our standards.
 The risk of modern slavery in our supply chain and operations is low.
- Maintain a proactive assessment towards potential environmental impacts. We work closely with our clients and adhere to their environmental management plans.
- Support university engineering students with scholarships and maintain an active graduate recruitment program.



Outlook



- GR Engineering's contracted and near term pipeline across the group is strong and is continuing to grow. GR Engineering is also currently working on a high volume of studies across a broad range of commodities and geographies.
- Based on the contracted and near term pipeline and the high levels of study work,
 GR Engineering's visibility for project work remains high for FY24 and FY25.
- The consolidated entity expects revenue for FY24 to be in the range of \$500 million to \$530 million, with revenue weighted towards the second half.
- GR Engineering's strong balance sheet means that it is well capitalised to deliver its pipeline of work.
- GR Engineering will continue to assess potential growth opportunities that provide scale, diversity and technical expertise to the business.



Corporate Profile



Capital Structure

| Enterprise Value | \$m | 288.4 |
|--|-----|-------|
| Debt (30 Jun 2023) (excluding lease liabilities) | \$m | 0 |
| Cash (30 Jun 2023) | \$m | 86.0 |
| Market Capitalisation | \$m | 374.4 |
| Share price (GNG.ASX) (20 Nov 2023) | \$ | 2.27 |
| Shares on issue | m | 165.0 |

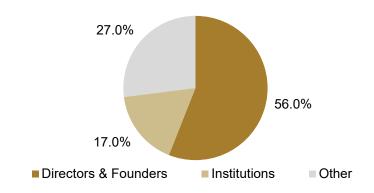
Share Price History



Directors & Management

| Phillip Lockyer | Non-Executive Chairman |
|-----------------|-------------------------|
| Tony Patrizi | Managing Director |
| Peter Hood | Non-Executive Director |
| Joe Totaro | Non-Executive Director |
| Omesh Motiwalla | Chief Financial Officer |
| | |

Register Analysis



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