



Company	NRW Holdings Limited
Code	NWH
Meeting	EGM
Date	18th February 2020
Venue	Company Headquarters, Belmont WA
Monitor	Len Roy assisted by Stephen Weston

Number attendees at meeting	12. Made up of bankers & lawyers plus ASA
Number of holdings represented by ASA	9
Value of proxies	\$301,000
Number of shares represented by ASA	100,474.
Market capitalisation	\$1.2 billion.
Were proxies voted?	Yes, on a poll
Pre EGM Meeting?	Not required

Brief meeting to ratify share issue and approval of financial assistance following takeover of BGC Contracting.

Chairman referenced the casualty January 27 within the recently acquired DIAB business unit which is performing project work at the Roy Hill Iron Ore mine in WA. The employee was flown to Perth but tragically died of his injuries. Formal investigations are in place as is the case with the separate employee casualty which occurred in Queensland in July 2019. NRW are fully cooperating with safety authorities and had extended next of kin support. A minutes silence was observed.

Both resolutions were quickly dealt with and approved by shareholders. Voting numbers were displayed on a screen.

Results per the following link; <https://www.asx.com.au/asxpdf/20200218/pdf/44f6dr6tqflbfz.pdf>

Two days later NRW issued December 31 HY20 Interim Financial Report. The HY accounts included the adoption of new accounting standard AASB 16.

The company has approximately 100 projects and a workforce of 6,000.

Statutory revenue \$783.6m pcp Statutory Revenue \$494.0m

Not- withstanding the big jump in revenue, the HY20 net earnings were \$33.4m compared with pcp \$28.2m. NRW indicated the operating margins were down on pcp due to the contribution of a

number of completing civil projects that delivered above bid margins in the pcp. Shareholders will be anxiously watching operating margins and net earnings in the YE June 30 2020 accounts.

The acquisition of BGC Contracting was at a net cost of \$270m funded through equity raise & assumption of asset finance debt in the BGC contracting business.

Given the close proximity of BGC Contracting acquisition date to HY accounts date NRW provided an estimate of intangibles \$24.6m and goodwill \$39.9m.

Gearing has increased from 12.2% June 30 2019 to 37.8% Dec 31 2019.

Revenue guidance for June 30 FY20 is \$2.0billion.