Providing global mineral processing solutions | ASX:GNG

GR ENGINEERING SERVICES
ENGINEERING CONSULTANTS AND CONTRACTORS

GR Engineering Services Limited

Investor Presentation

18 March 2025

HY25 Results

- GR Engineering Services Limited (the Group) reported HY25 revenue of $272.1 million (HY24: $187.3 million) and EBITDA of $34.5 million (HY24: $22.6 million). The Group's EBITDA margin percentage is consistent with prior periods. Project execution levels remain high across the Group with major works continuing into the second half of FY25 and FY26.
- Strong net cashflows from operating activities of $56.1 million during the period resulted in a closing cash balance of $111.8 million at 31 December 2024.
- Engineering, design and construction works are continuing on key projects including the Mungari Future Growth Project, Kainantu Gold Project, King of the Hills Operations Stage 1 Upgrade Project and the Woodlawn Restart Project.
- GR Production Services (GRPS) has been able to successfully increase its revenue and earnings visibility based on contract extensions awarded during the half year period including the Santos' Cooper Basin and Surat Basin extensions.
- Mipac and Paradigm continued to deliver control systems, automation and digital solutions for key repeat clients around the globe such as First Quantum, BHP, Rio Tinto, Glencore Technology, Ok Tedi, Anglo American and other conglomerates.

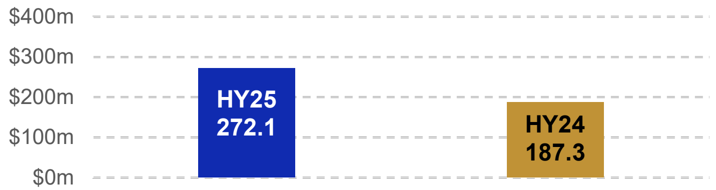
HY25 Results

- The Group Total Reportable Injury Frequency Rate for HY25 was 4.55.
- The Board resolved to increase the interim fully franked dividend of 10.0 cents per share (HY24 fully franked dividends: 9.0 cents per share).
- During the last six months, the Group's shareholder base has increased from 4,360 shareholders to 4,942 shareholders.

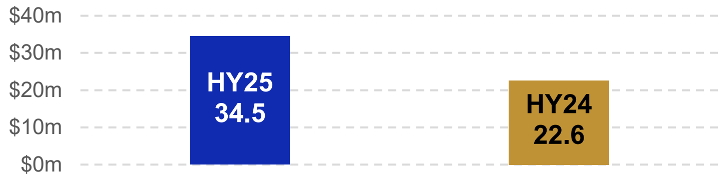
HY25 Results Summary

Earnings

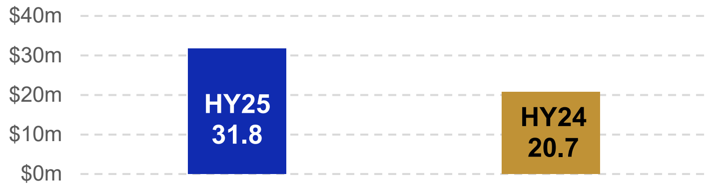
Revenue



EBITDA

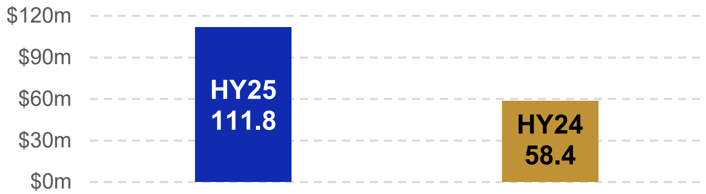


PBT



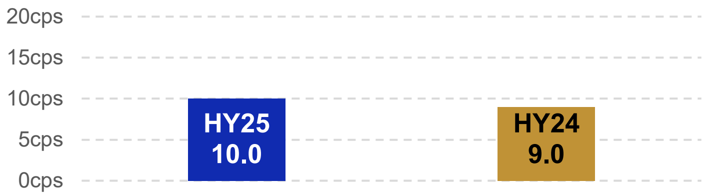
Balance Sheet & Cash Flow

Cash



Net Assets

Dividends (Fully Franked)*



* Represents interim dividend

GR Engineering Services
Engineering Consultants and Contractors

Balance Sheet and Cashflows

- Strong balance sheet maintained at 31 December 2024.
- At 31 December 2024, the Group held a net cash balance of $111.8 million (30 June 2024: $74.6 million). Borrowings was nil.
- During HY25, the business paid out $16.7 million (HY24: $16.5 million) in fully franked dividends to shareholders.
- The Group has significant headroom in its combined bank guarantee and bonding facilities.

Mineral Processing

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

Company	Project	Type	($'m)
Evolution Mining Limited	Mungari Future Growth Project	EPC	155
Vault Minerals Limited	King of the Hills Operations Stage 1 Upgrade	EPC	75
K92 Mining Ltd	Kainantu Gold Mine – 1.2 Mtpa Process Plant	EPC	USD81
Develop Global Limited	Woodlawn Restart Project	EPC	26

- In addition to the above ongoing projects, GR Engineering is currently engaged on 30 studies across a broad range of commodities for projects in Australia and abroad.

Energy – GR Production Services

- GR Production Services (GRPS) generates longer term operations and maintenance (O&M) services revenue alongside project work.
- GRPS's contracted pipeline includes, but is not limited, to the following key projects:

Company	Project	Start date*	Estimated $'m per annum
QPM Energy	Moranbah Gas Plant – O&M	2023	25
Santos Ltd	Surat Basin – maintenance	2021	15
Santos Ltd	Cooper Basin – maintenance	2023	12
INPEX	Icthys LNG Project – O&M	2023	12
Eni Australia	Blacktip Gas Field – O&M	2022	10
Senex	Construction, mechanical & electrical services	2022	7
Chevron	Gorgon and Wheatstone Projects – O&M	2022	2
Mitsui E&P	Waitsia Project – O&M	2024	2

**Contract terms vary between one to five years (excluding options)*

Process Controls – Mipac and Paradigm

- Mipac and Paradigm are leading providers of controls systems, operational technology and engineering services primarily in the mineral processing, energy and water industries.
- During HY25, the business continued to deliver solutions for key repeat clients such as First Quantum Minerals, BHP, Glencore Technology, Rio Tinto, Anglo American, Ok Tedi and other large conglomerates.
- The business continues to operate at a high utilisation based on its strong contracted and near term pipeline of work.

Environmental Social Governance

- As part of the Group, we:
  - Support our communities, including:

    Ronald McDonald House Charities Western Australia | Starlight Children's Foundation | Royal Flying Doctor Service | R U OK? A conversation could change a life.

  - 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.
  - Regularly partner 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

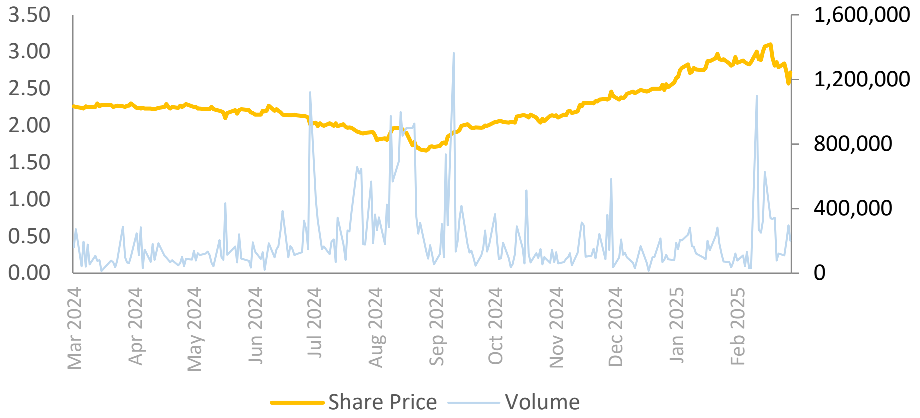
- The Group's contracted and near term pipeline across the group is solid and is continuing to grow. GR Engineering is currently working on a high volume of studies across a broad range of commodities and geographies.
- The Group's strong balance sheet means that it is well capitalised to deliver its pipeline of work.
- The Group will continue to assess potential strategic growth opportunities that provide scale, diversity and technical expertise to the business.

Corporate Profile

Capital Structure

Shares on issue	*m*	167.3
Share price *(GNG.ASX)* *(17 Mar 2025)*	*$*	2.79
Market Capitalisation	***$m***	**466.8**
Cash *(31 Dec 2024)*	*$m*	111.8
Debt *(31 Dec 2024)*	*$m*	0
Enterprise Value	***$m***	**355.0**

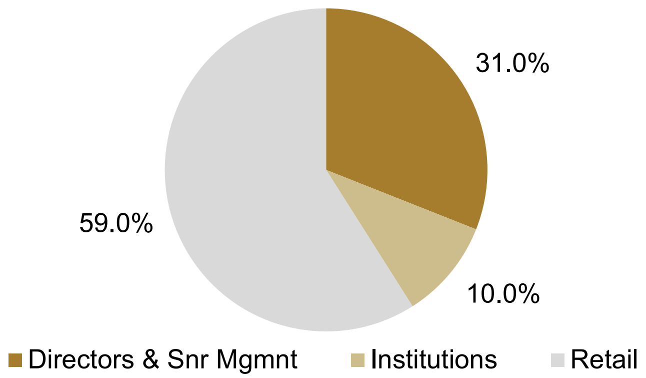
Share Price History



Directors & Management

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

Register Analysis



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Due to rounding, numbers presented throughout this document may not add up precisely to the totals provided.