



SEDGMAN
ASX/MEDIA RELEASE

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Operations Update

Key Points

- **Outlook for FY2011 and beyond remains positive for Sedgman with a significant number of near term pipeline projects expected to be converted into contracts**
- **Further slippage in contract commitments for one CHPP project expected to shift additional profits into FY2011**
- **Bocamina project remains in force majeure due to the effects of the Chilean earthquake with project completion delays now expected**
- **Impact on previous FY2010 guidance being determined.**

Leading resource sector services company Sedgman Limited (ASX: SDM) today issued an operations update following a review of the Company's significant pipeline of new opportunities and progress on current major projects.

Importantly, Sedgman's earnings outlook for FY2011 and beyond remains positive in light of the current order book and the significant number of pipeline projects which the Company expects to convert into contracts.

However, further slippage in the timing of contract commitments for one Coal Handling and Preparation Plant project is expected to shift additional profits from FY2010 into FY2011.

Furthermore, as a consequence of the Chilean earthquake earlier this year the Bocamina project remains in force majeure with project completion delays now expected.

The impact of these developments on Sedgman's FY2010 guidance is still being determined and will be the subject of a separate market update.

About Sedgman

Sedgman Limited (ASX: SDM) was established in 1979 and is a leading provider of mineral processing and associated infrastructure solutions to the global resources industry. Specialising in the design, construction and operation of coal handling and preparation plants (CHPPs), Sedgman is recognised internationally for its coal processing and materials handling technologies.

Sedgman listed on the ASX in June 2006. The Company services the global coal and metalliferous markets by offering innovative Engineering and Operations capabilities. Head office is in Brisbane with international offices established in Beijing, Santiago and Johannesburg targeting the growth regions of China/Mongolia, South America and southern Africa. The company has around 700 personnel and a market capitalisation of approximately \$340 million.

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