

18 March 2022
Company Announcements
Office ASX Limited
Level 4
20 Bridge Street
Sydney NSW 2000

Major Contract Win Under Turmec Agency Agreement

The Environmental Group Limited (EGL) is pleased to announce that it has been successful in a tender under the Turmec Engineering Pty Limited (Turmec) Agency Agreement for the sale of a world leading recycling solution in Australia for construction and demolition waste for a total value of \$49 million. Under the Agency Agreement, EGL is entitled to a sales commission which will be invoiced and recognised in stages over the term of the contract. In addition, EGL's Total Air Pollution Control (TAPC) division will design and supply the dust extraction system with a value of over \$1.5 million.

The plant which will be located in Brisbane and is scheduled for completion by 30 June 2023, which will recycle construction and demolition waste from the Southeast Queensland market. The plant can recycle up to 475 tonnes per day and will enable diversion of up to 95% of all products processed from landfill, minimising the environmental impact. The high-quality product produced from the plant will be sold into the domestic market and includes civil construction materials, metals for recycling, and solid fuel as part of the circular economy.

EGL signed the Agency Agreement with Turmec a world class recycling solutions company based in Ireland, in February 2021. EGL's established networks, technical expertise and industry knowledge provide an excellent sales platform for Turmec and ongoing support for local and regional customers. Turmec is recognised as providing state of the art solutions to the waste industry with Europe long being recognised as the source of leading technology into the Australian waste market.

EGL Chief Executive Officer Jason Dixon said, "the win of this project reflects the quality of the Turmec recycling systems and the ability of EGL to market and sell those products in Australia. Under our exclusive partnership, EGL is helping Turmec to grow their global sales. It is also an excellent opportunity for EGL to deliver environmental benefits to our community and strong returns for our shareholders. EGL and Turmec have built an outstanding relationship, with Turmec CEO Mr Geoff Bailey spending three months in Australia to build brand recognition and relationships with the leading waste management companies with Mr Paul Gaskett our National Head of Sales."

Pleasingly the tender pipeline remains strong with several other tenders due for award in the coming months. With the Federal Government's announcement of ReMade in Australia - a national campaign urging Australians to recycle more and show how they can help create jobs and protect our environment combined with investment through the Recycling Modernisation Fund - we are seeing governments and industry investing in new plant and equipment, as our waste export bans are driving fundamental change. EGL believes this support along with other key industry drivers means EGL is well placed to participate in the drive for improved environmental outcomes.

EGL Chairman Lynn Richardson said, "it is particularly rewarding to see the synergistic skills and technology developed across EGL operations coalescing in opportunities in the waste industry. Dust and odour suppression of waste plants through TAPC, PFAS separation through EGL Water and boilers, plant services and maintenance through Tomlinson Energy Services. The ability of EGL to provide such a wide range of services to the waste industry as well as the Turmec recycling solutions is a unique offering to the market."

About Turmec: World Leaders in Recycling Solutions

Turmec are specialists in recycling solutions for the global waste industry, providing bespoke systems that enable their customers to efficiently recover high-quality material from waste, reducing the need for landfills, and accelerating the move to a circular economy. Turmec are the market leader in turnkey recycling solutions, exceeding clients' requirements, delivering exceptional equipment and offering unparalleled aftersales support.

Turmec have a wide range of recycling plants for all the major solid waste streams including co-mingled separation, construction and demolition waste, municipal waste, industrial waste, waste to energy and other specialised plant. Turmec's custom facilities can be planned, designed, and installed to their customers exact specifications.

This announcement has been authorised by the Board.

For further information, please contact:

Stephen Strubel

Joint Company Secretary
The Environmental Group Limited

About EGL

EGL has five business units, all committed to the protection of the environment by improving air quality, reducing carbon emissions, enhancing waste treatment, and lifting water quality.

- **Total Air Pollution Control** has a range of technologies which reduce dust, odours, and harmful gasses from the environment.
- **Baltec IES** produces inlet and exhaust systems for gas turbines, which are used to complement and augment solar and wind energy production.
- **Tomlinson Energy Service** offers a network of service offices across Australia providing 24/7 service, maintenance and repairs of both proprietary equipment and other OEM equipment. The division also provides an essential link in our strategy to build a bio/waste to energy platform.
- **EGL Water** division continues to develop our patented technologies in conjunction with Victoria University. EGL recognises that one of the world's most valuable assets is water and will persist in our vision to reduce water pollution, leading to an improved environment, through low-cost technology solutions.
- **EGL Waste Services** provides the sales and services platform for the exclusive Turmec Agency agreement in Australia, Turmec are specialists in recycling solutions for the global waste industry, providing bespoke systems that enable their customers to efficiently recover high-quality material from waste, reducing the need for landfills.