

04/04/2017  
ASX code: BOL

**Boom Logistics Limited**  
**RESOLUTION OF LEGAL MATTER AND BUSINESS UPDATES**

**Resolution of Legal Matter**

Boom Logistics Limited's wholly owned subsidiary Sherrin Hire Pty Ltd has settled its legal claim relating to the 18 metre Glove and Barrier matter by agreeing to the payment to Boom of the sum of \$2.7 million damages. Under the terms of settlement, payments are due over the period from 30 April 2017 to 31 December 2017. In addition, Boom will be paid its legal costs to be agreed or assessed by court process, estimated at \$1.7 million to \$2.0 million.

**Tender Update**

Boom is pleased to announce it has been awarded a contract to supply a further 30 cranes and speciality rigging and engineering services to BHPB Billiton's Olympic Dam for its major smelter shutdown project. Mobilisation of cranes will commence in late April 2017 with the project due to run between August and October 2017 with anticipated revenue of \$6 - 8 million. This project work is in addition to the previously announced renewal of our services contract with BHP Billiton in December 2016 and will contribute to an expected strong start to the 2018 financial year.

**West Coast Asset Transfers and Asset Sales**

As reported in the half year results presentation on 21 February 2017 the West Coast business has performed poorly in the current financial year. Market conditions in Western Australia are exceptionally difficult, particularly in the north-west of Western Australia with a combination of over-supply of cranes and reduced infrastructure spending continuing the deterioration of price and utilisation. Boom will now reduce its exposure to this market by transferring over \$20 million of assets to the East Coast business where crane utilisation and returns are expected to remain stronger.

Transferred assets will support awarded contracts on the East Coast including the Olympic Dam smelter shutdown project and release older assets on the East Coast for sale. The improved performance trend on the East Coast of Australia is expected to continue with additional asset capacity enabling the pursuit of new profitable work.

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Older assets released and sold following the relocation process will allow for further balance sheet flexibility. Asset sales proceeds will largely be derived post the Olympic Dam smelter shutdown project.

### **Trading Update**

Whilst recent weather events in Queensland will impact revenues in March and April 2017, Boom is confident that the asset transfers from Western Australia and recent contract wins on the East Coast will continue to improve business performance over the months ahead.

### **Further information:**

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This announcement contains certain forward-looking statements with respect to the financial condition, results of operations and business of Boom and certain plans and objectives of the management of Boom. Forward-looking statements can generally be identified by the use of words such as 'project', 'believe', 'foresee', 'plan', 'expect', 'aim', 'potential', 'goal', 'target', 'intend', 'anticipate', 'believe', 'estimate', 'may', 'could', 'should', 'will' or similar expressions. All such forward looking statements involve known and unknown risks, significant uncertainties, assumptions, contingencies and other factors, many of which are outside the control of Boom, which may cause the actual results or performance of Boom to be materially different from any future results or performance expressed or implied by such forward looking statements. Such forward-looking statements speak only as of the date of this announcement. Factors that could cause actual results or performance to differ materially include without limitation the following: risks and uncertainties associated with the Australian and global economic environment and capital market conditions, fluctuations in foreign currency exchange and interest rates, competition, Boom's relationships with, and the financial condition of, its suppliers and customers, or legislative changes, or regulatory changes or other changes in the laws which affect Boom's business. The foregoing list of important factors is not exhaustive. There can be no assurance that actual outcomes will not differ materially from these statements. Readers should not place undue reliance on forward looking statements. Except as required by law and ASX Listing Rules, Boom undertakes no obligation to update publicly or otherwise revise any forward looking statement as a result of new information, future events or other factors.