



ASX Release

24 February 2020

Increase in Finance Facilities

The Board of specialist resources services provider Babylon Pump & Power Limited (“Babylon” or “the Company”), (ASX: BPP), is pleased to announce an increase in its current invoice finance, asset finance and import trade facilities with National Australia Bank Limited (“NAB”) to a combined facility limit of \$8.6M.

Babylon Executive Chairman Michael Shelby said: “We are very pleased by the commitment shown by NAB to increase our facility limit to \$8.6M. This agreement reflects the strength and future growth prospects of the Babylon business. We continue to grow our blue-chip client base and secure key contract wins, as shown by the recent \$9m contract with BHP Nickel West for dewatering services.

“Importantly we are forecasting continued demand for our unique and tailored services and strong growth in our core business departments of diesel maintenance and specialty equipment rental. With the ongoing growth of our business we have recently appointed Alan Ings as Chief Financial Officer. Alan is a Chartered Accountant with strong commercial and financial management experience in both listed and private companies and will be a solid addition to our executive team.”

Invoice Finance Facility

Noting the Company’s strong debtor position and after successful negotiations with NAB, Babylon’s invoice finance facility has been raised by \$1M to \$4.1M (previously \$3.1M) to support ongoing working capital requirements.

The material terms of the revised invoice finance facility secured with NAB are disclosed below:

- **Revised Facility Limit:** \$4,100,000
- **Facility Term:** Annually reviewable
- **Secured:** Yes – Registered General Security Agreement (GSA) over all the present and future rights, property and undertaking of Babylon Operations Pty Ltd and Babylon.
- **Interest rate per annum:** 6.58%





Asset Finance Facility

The Company's current asset finance facility has increased by \$2M to \$2.5M (previously \$0.5M). This will assist with securing rental equipment and improving workshop efficiencies via asset purchases.

The material terms of the revised asset finance facility secured with NAB are disclosed below:

- **Revised Facility Limit:** \$2,500,000
- **Facility Term:** Annually reviewable
- **Secured:** Yes – Registered General Security Agreement (GSA) over all the present and future rights, property and undertaking of Babylon Operations Pty Ltd and Babylon.
- **Interest rate per annum:** TBC upon drawdown.

Import Trade Facility

The Company's import trade facility has increased by \$1.5M to \$2M (previously \$0.5M) to support ongoing supply of parts for diesel maintenance projects.

The material terms of the revised import trade facility secured with NAB are disclosed below:

- **Revised Facility Limit:** \$2,000,000
- **Facility Term:** Annually reviewable
- **Secured:** Yes – Registered General Security Agreement (GSA) over all the present and future rights, property and undertaking of Babylon Operations Pty Ltd and Babylon.
- **Interest rate per annum:** TBC upon drawdown.

Babylon's Board is delighted to secure the additional support from NAB as the Company continues to see strong growth in its core business of diesel maintenance and specialty equipment rental.

For more information, please contact:

Michael Shelby

Executive Chairman

+61 (0) 8 9454 6309

mshelby@babylonpumpandpower.com

