

Confirmation of Kaldura acquisition

Brisbane, 7 July 2006: Austin Engineering Limited (ASX Trading code: **ANG**) today announced that, as aforementioned in the ASX announcement of 3 April 2006, the acquisition of Kaldura Industries in Mackay was completed and settled as planned.

The final contract value of \$5.31 million constitutes of:

- Land and buildings: \$2.35 million and;
- The business valued to: \$2.96 million

The assets acquired will be fully consolidated into Austin Engineering in the financial year ending 30 June 2007.

Mr. Peter G. Fitch, Chairman of Austin Engineering, said that "The purchase of Kaldura is part of Austin's expansion and diversification strategy to have a regional facility specialising in mining equipment repairs to complement its existing operations.

Kaldura will provide us with further opportunities for growth and will also give us the necessary skills and knowledge required to introduce a maintenance service to our other Australian operations."

End

For further information, contact Michael Buckland or Johan Andersson on 07 3271 2622.

About Austin Engineering: Austin Engineering Limited is an engineering company with manufacturing facilities in Brisbane and Perth. The Brisbane facility provides fabrication facilities servicing the mining, oil, gas and industrial sectors. Key product lines include structural steel, piping, mineral processing equipment, potshells and superstructures. The Perth facility designs and manufactures products used in the resources industry including dump truck bodies, excavator buckets, materials handling equipment and large service vehicles. Austin own rights to innovative welding processes which are being introduced to improve welding productivity, coupled with robotic applications to suit product lines, general fabrications and any repetitive production processes.