

Lycopodium Records Solid Start for FY2021

PERTH, 24 February 2021

Lycopodium Limited ("Lycopodium" or the "Company") has delivered a solid result for the first half of 2021, with net profit margin remaining strong, at 8.8%.

For the six-months ended 31 December 2020 ("1H FY2021"), the Company generated revenue of \$71.0 million and net profit after tax (NPAT) of \$6.3 million.

The company Directors have approved a fully franked interim dividend of 10 cents per share, payable on 8 April 2021.

Lycopodium's Managing Director, Peter De Leo, said: "The first half of this financial year has been very positive, with the successful completion of Perseus' Yaouré Gold Project in Côte d'Ivoire in December, ahead of schedule and under budget despite the challenges presented by COVID-19, and the recent award of two substantial African resource projects."

In December, the Company was awarded the contract to provide Engineering and Procurement (EP) services for Sandfire Resources' Motheo Project (T3 Copper-Silver Project), located in Botswana's Kalahari Copper Belt, one of the world's most exciting and emerging copper producing regions. This followed the earlier completion of the Definitive Feasibility Study (DFS) and Front End Engineering and Design (FEED) for the project.

In early January, Orezon Gold Corporation awarded the Company the contract to provide Engineering, Procurement and Construction Management (EPCM) services for the delivery of its Stage 1 Oxide Process Plant for the Bomboré Gold Project in Burkina Faso. Again, this award comes on the back of earlier works completed on the project, including the initial study work and FEED, undertaken out of Lycopodium's Toronto office.

"Our ability to convert initial study and engineering works into project delivery is testament to the strong client relationships we have established and our clients' confidence in us," said Mr De Leo.

Having successfully completed its largest EP(C) contract to-date in 2020, being the Yaouré project, the Company has maintained its strong safety performance, with a Lost Time Injury Frequency Rate (LTIFR) of zero for the rolling 12 month period to January 2021, against 2.5 million manhours controlled.

"Delivering projects safely for our clients remains a fundamental metric of success and our excellent safety performance is a credit to our delivery teams on the ground," said Mr De Leo.

While COVID-19 continues to influence economic confidence globally, impacting project commencements, the forward outlook is considered positive, with a strong pipeline of opportunities identified. Based on the anticipated timing of new projects commencing, the Company provides guidance for the full year of approximately \$160 million in revenue and NPAT in the order of \$12 million.

"Our focus will continue to be on working in partnership with our clients to enable them to progress their projects to completion, on time and budget," Mr De Leo said.

For further information

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About Lycopodium Limited (ASX: LYL)

Lycopodium is a leader in its field, working with clients to provide integrated engineering, construction and asset management solutions. We have the expertise to deliver complex, multidisciplinary projects, through to the provision of feasibility studies and advisory services.

Operating across the Resources, Infrastructure and Industrial Processes sectors, we offer a diverse team of industry experts to deliver bespoke and innovative solutions across all commodity types.

With the capability to deliver projects around the world, we have offices in Australia, South Africa, Canada and the Philippines.

For more, visit www.lycopodium.com