

10 December 2019

ASX Limited
 Company Announcements Office
 Exchange Centre
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 SYDNEY NSW 2000

Media Release – Konekt Scheme becomes effective

Konekt Limited (ASX: KKT) (“Konekt”) announced today that it has lodged with the Australian Securities and Investments Commission (“ASIC”) the order of the Federal Court of Australia (“Court”) approving the scheme of arrangement between Konekt and Konekt Shareholders pursuant to which Advanced Personnel Management International Pty Ltd (“APM”) will acquire all of the issued share capital of Konekt (“Scheme”).

As a result, the Scheme is now legally effective.

Mr Doug Flynn, Konekt Chairman said “We are very proud of the enormous Shareholder Value created by the company in the past 6 years, the first full year of most of the current Board and Executive team was 2012-13.

“We inherited a company struggling not only for financial survival, but laden with issues.

Since June 30th, 2013, just over 6 years ago, the Enterprise Value of Konekt was just \$1.5m. This sale represents an Enterprise Value of over \$86m.

The Share Price is up 2,593%, with a 20,000% increase in EBITDA.”

Item	9-Dec-19	30-Jun-19	30-Jun-18	30-Jun-17	30-Jun-16	30-Jun-15	30-Jun-14	30-Jun-13	Percent Change 2019 vs 2013
Revenue (\$000)		\$96,257	\$87,914	\$52,655	\$43,829	\$35,050	\$32,796	\$30,518	315% ⁽¹⁾
Statutory EBITDA (\$000)		\$10,254	\$7,362	\$6,215	\$4,020	\$2,383	\$1,705	\$51	20,106% ⁽¹⁾
Share Price	\$0.70	\$0.17	\$0.31	\$0.58	\$0.37	\$0.20	\$0.13	\$0.027	2,593% ⁽²⁾
Enterprise Value (\$000) (Market Cap - Cash + Bank Debt)	\$86,507							\$1,535	5,606% ⁽²⁾

(1) 30 June 2019 vs 30 June 2013 (2) 9 December 2019 vs 30 June 2013

About Konekt Group

With 700 staff and over 107 branches across Australia, Konekt is one of the largest integrated employment placements, workplace injury management and workplace health solutions providers in Australia. Konekt’s focus is on helping organisations, individuals and government to maximize workforce participation and productivity, and minimize the impact of workplace injury. We help organisations minimise workplace costs, resulting in increased participation, reduced workers’ compensation premiums and safer workplaces. Konekt Employment is a leading jobactive, NEIS and DES provider, with Konekt Workcare assisting injured workers returning to the workforce.

Mr Flynn said “This performance was achieved through a simple mantra – have a relentless focus on customers, hire and retain great talent, and grow revenue whilst holding costs tight. We thank our Customers, Staff and Shareholders for their support”.

Mr Flynn also thanked his fellow Independent Directors, Philip Small and Tony Crawford and the Chief Executive, Damian Banks and Chief Financial Officer, Reena Minhas for their leadership, commitment and dedication to the company. He said “the business is performing well due to the depth of leadership strength and operational performance of all of our staff across Australia. This Scheme will see the Konekt businesses and staff prosper as part of the larger APM.”

It is expected that trading in Konekt Shares on ASX will be suspended from close of trading on Tuesday, 10th December 2019 and Konekt will bid the ASX farewell on Friday the 20th of December 2019 when the Scheme Consideration will be paid.

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