

ASX Announcement

30 July 2024



Bhagwan commences trading on ASX and highlights positive operating conditions

Australian marine services company, Bhagwan Marine Limited (**Bhagwan** or the **Company**), is pleased to announce it will commence trading on the Australian Securities Exchange (**ASX**) following a successful initial public offering of fully paid ordinary shares (**Offer**). Bhagwan will trade under the ASX ticker **BWN**.

The Offer comprised the issue of 126,984,127 new shares by the Company at \$0.63 per share to raise \$80m before costs and received strong institutional support. The Offer was conducted to strengthen Bhagwan's balance sheet and enable the Company to pursue a range of compelling growth opportunities within the oil and gas, offshore wind, decommissioning, infrastructure, and defence sectors.

Bhagwan has a proven operating history of providing bespoke marine solutions utilising a diversified fleet of approximately 100 inshore and offshore vessels. The Company was founded in 2000 by the Kannikoski family in Geraldton, Western Australia, with a single vessel. The fleet has expanded via organic growth from increasing demand for its services, together with strategic acquisitions to build on its capabilities. Bhagwan enjoys long-term relationships with its clients, including major oil and gas and mining companies, construction companies, and government entities.

Bhagwan Managing Director and Chief Executive Officer, Mr Loui Kannikoski, said:

"This is another exciting milestone in our Company's history. The Kannikoski family maintains its deep personal commitment to the growth and success of Bhagwan, while retaining client trust and our strong culture.

"I acknowledge and thank our teams for their ongoing hard work, service delivery for our clients, and dedication to keeping each other safe. I am looking forward to working together as a listed company to deliver superior returns for our shareholders."

Pro-forma Historical and Forecast FY24 EBITDA

The Company's Replacement Prospectusⁱ lodged with ASIC on 28 June 2024 (**Prospectus**), summarised Bhagwan's Pro-forma Historical and Forecast EBITDA and disclosed the following:

(\$millions)	Pro-forma Historical FY22	Pro-forma Historical FY23	Forecast FY24
EBITDA ⁱⁱ	21.5	36.4	38.8

Following positive operating conditions during the fourth quarter of FY24, Bhagwan expects to exceed its forecasted pro-forma EBITDA from \$38.8m to a range between \$39.5m and \$40.5m. All other financial forecasts as disclosed in the Prospectus remain unchanged. Investors should continue to consider the basis of preparation of the financial information and the general and specific assumptions underlying the forecast financial information in section 4 of the Prospectus and the risk factors in section 5 of the Prospectus. This range remains subject to annual year end vessel valuation and audit adjustments.

Bhagwan's audited FY24 results, together with an operational update, will be released to the market on 29 August 2024.

Bhagwan Chairman, Mr Anthony Wooles, added:

"I would like to express my gratitude to our new shareholders for their support, and to new Board members Tracey Horton and Andrew Wackett for their valuable contributions. Most importantly, the efforts of our internal teams, led by Loui and Kerren Kannikoski, and our advisory firms should be acknowledged.

"Bhagwan is now entering an exciting new growth phase with the emergence of the oil and gas decommissioning sector, and the future development of the offshore wind energy sector. I am excited about the opportunities and potential for the Company to expand into new industry segments. Bhagwan's strong operational and safety performance, along with its passionate focus on clients, personnel, culture, and service delivery, will continue to benefit the Company as we pursue sustainable earnings growth."

Professional Advisors and Services

Euroz Hartleys was the Sole Lead Manager and Underwriter for the Offer. KPMG acted as the Investigating Accountant, Azure Capital acted as Corporate Adviser, and Clayton Utz acted as Legal Adviser for the Offer.

Commencement of Trading Teleconference

Bhagwan will hold a teleconference today at 9:00am AWST. Mr Kannikoski and Mr Wackett will provide a brief update and will be available for questions following their presentation.

Dial-in details:

A link for the teleconference is set out below. Participants are advised to pre-register for the teleconference and dial in 15 minutes before the presentation commences.

Start Time: 9:00am AWST (11:00am AEST)

Teleconference Registration and Dial-In Details:

<https://s1.c-conf.com/diamondpass/10041013-3s0dr6.html>

This ASX announcement has been authorised for release by the Board of Bhagwan Marine Limited.

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About Bhagwan Marine Limited

Bhagwan Marine is a national Australian marine services company that provides a diverse range of marine solutions in ports, nearshore, offshore, and subsea locations to industries including oil and gas, subsea, port, civil construction, renewables, and defence. Bhagwan's operations are strategically located across Australia and close to the assets and operations of its clients.

Bhagwan Marine prides itself on its adaptability and proactive approach, which have earned us a reputation as a trusted partner in Marine Operations in Australia. Bhawan Marine provides the best possible level of service, ensuring its clients' success and contributing to a sustainable future.

For more information, please visit www.bhagwanmarine.com

ⁱ The Prospectus is available on the ASX announcements platform and the Company's website.

ⁱⁱ Proforma Historical EBITDA information is in tables 4.1 and 4.3 in sections 4.3.1 and 4.3.3 of the Prospectus.