



ASX ANNOUNCEMENT

Chairman's Address – Extraordinary General Meeting

Perth, 16 August 2013: VDM Group Ltd (ASX:VMG; “VDM” or “the Company”) wishes to release the Chairman's Address, ahead of the Extraordinary General Meeting being held at 10:00am (AWST) today at the Ernst & Young Building, Level 5, 11 Mounts Bay Road, Perth, Western Australia.

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About VDM Group

VDM is an engineering and construction company that services the mining and resources, transport and civil infrastructure and urban development sectors. VDM's highly skilled engineers develop innovative technical solutions for clients and deliver projects that are cost effective, reliable and sustainable.

BOARD & MANAGEMENT

Mr Andrew Broad
MANAGING DIRECTOR

Mr Michael Delany Perrott AM
NON-EXECUTIVE CHAIRMAN

Mr Barry Nazer
NON-EXECUTIVE DIRECTOR

Mr Michael Fry
INDEPENDENT DIRECTOR
COMPANY SECRETARY

Mr Richard Mickle
NON-EXECUTIVE DIRECTOR

Mrs Samantha Drury
CHIEF FINANCIAL OFFICER

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ASX CODE

VMG

Chairman's Address

Ladies and gentlemen,

I am Michael Perrott and I am Chairperson of VDM Group Limited and will also chair this meeting.

Welcome to the Extraordinary General Meeting of VDM Group Limited and thank you for attending.

I take the opportunity of introducing to you your Board of Directors:

- Andrew Broad – is VDM Group's Chief Executive Office and Managing Director.
- Barry Nazer – is a non-executive independent director who is the chairperson of VDM Group's Audit and Risk Committee
- Michael Fry – is an independent director who is a member of VDM Group's Audit and Risk Committee and is acting Company Secretary
- Richard Mickle – is a non-executive independent director who is chairperson of the Nominations and Remuneration Committee.
- Dr Hua has also joined us today

Also here today is our CFO, Samantha Drury.

Overview

Ladies and Gentlemen,

Thank you for attending today's meeting. Before addressing the resolution in front of us I wanted to make a few comments.

As you're aware, your Directors have unanimously recommended the resolution which has been put to the meeting today. Since we commenced the necessary preparations for this meeting, we have had further discussions with H&H and, in particular, Dr Hua who will become Managing Director of the company after this meeting. These conversations have reinforced the many advantages of the Placement and my fellow directors and I are excited about the way forward for VDM

As set out in the Explanatory Memorandum Dr Hua and two other Chinese nationals, Messrs Ru and Guo, will join the Board following this meeting. Messrs Nazer, Fry and Mickle will remain on the Board and I will continue as Chairman. Andrew Broad will cease to be a Director of the company but will continue as a senior executive with the company.

It is noticeable in discussions with Dr Hua, his intention to focus on extracting maximum value for the existing contracts which the company has including bringing his own knowledge and ability to assist in settling outstanding claims the company has for a number of projects.

At the same time, Dr Hua has extensive contacts in Australia and Western Australia in particular within the mining community. His previous experience provides a unique insight into suppliers from China and the work he has been able to do within Australia and various African, Asian and Latin American countries. Dr Hua has previously worked in a number of African countries and has a current and active knowledge of work to be done.

As Chairman, I visited Beijing recently and met with a number of people with whom Dr Hua has a close business relationship and have been impressed at the depth of their knowledge and commitment to Dr Hua and his intentions with VDM.



I and fellow Directors welcome Dr Hua, Messrs Ru and Guo and look forward to working with them on what promises to be a most exciting future for your company.

In closing I would like to thank Mr Andrew Broad for the contribution he has made to the company as CEO and Managing Director in what has been a difficult period of time.

Thank you.