



ASX Release

Resources Construction Project Awarded to VDM Group

Perth, 27 July 2006: VDM Group (ASX:VMG) announced today that its subsidiary, CIVMEC Construction and Engineering Pty Ltd (CIVMEC) has been awarded a significant construction project by BHP Billiton.

This is a design and construct contract for a proposed Ammonium Nitrate Storage Facility at BHP Billiton's Newman mine-site. Design is to commence immediately, with mobilisation onto site due in October. The works are set for completion in June 2007.

Engineering Manager for CIVMEC, Mike Murrey, affirmed his delight in being reacquainted with BHP Billiton to work on this project, and asserted that this contract was further proof of the VDM Group's "Concept to Completion" reputation.

This project is valued at just over \$20 million, and brings the total project list for CIVMEC to \$70 million for the 2006/07 financial year. This is a significant increase on the previous year, and represents the continuing strong demand for construction in the resources and infrastructure sector.

-About VDM-

VDM Group is a multi-disciplined civil and structural engineering and project management business comprising five consulting engineering practices and four contracting companies.

With a workforce of over 550 and offices in Western Australia, Victoria, New South Wales, Queensland and the Northern Territory, VDM Group has extensive coverage of the Australian market as well as being represented in selected international markets.

VDM Group recently completed its initial public offer of \$8.2million, which was heavily over subscribed. Listing on the ASX commenced on 15 February 2006 and the Group paid an interim dividend of 3c per share on 15 May 2006. VDM Group completed the placement of 8 million shares at \$1.50 each to raise \$12 million on 28 June 2006, which increased the total number of shares on issue to 62,638,107.

For further information on the Company, please visit: www.vdmq.com.au

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