



ASX Announcement

2 August 2012

For immediate release to the market

GR Engineering Services Limited (ASX.GNG) (**GR Engineering**) refers to the ASX release made by Allied Gold Mining Plc (ASX.ALD) (**Allied Gold**) dated 2 August 2012.

GR Engineering is continuing to pursue the recovery of approximately \$4.5 million properly owing by Allied Gold's subsidiary, Gold Ridge Mining Limited (**GRML**) to GR Engineering for work done on the Gold Ridge Mine in the Solomon Islands and GR Engineering has raised concerns to this end in relation to Allied Gold's proposed Scheme of Arrangement as referred to in Allied Gold's ASX release dated 29 June 2012.

GR Engineering remains of the view that the disclosure it has previously made in relation to the counterclaim is accurate and would otherwise prefer to leave the issues to be resolved via the agreed arbitration process.

Mr Joe Ricciardo, Managing Director of GR Engineering, today reinforced that the company would vigorously defend all counterclaims by GRML.

"Our view remains that GRML's action is an ambit counterclaim and we will aggressively continue to protect our reputation and excellent industry track record," he said.

Ends.

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GR Engineering Services Limited (ASX:GNG) is an engineering, consulting and contracting company specialising in fixed price engineering design and construction services to the resources and mineral processing industry.

Founded in Perth, Western Australia in 2006, GR Engineering has rapidly grown through the completion of design and construction projects for a diverse range of clients, including global mining houses, mid-tier miners and junior developers undertaking their first project.

GR Engineering has undertaken feasibility studies for projects in over 20 countries. These studies play a key role in delivering organic growth opportunities through their conversion into design and construction projects.

GR Engineering directly employs more than 220 professional and support staff at its offices in Perth, Kalgoorlie and Brisbane in addition to its direct construction workforce and subcontractors.