

19 February 2013

XRF Announces Half-Year Results

XRF Scientific Ltd ("XRF" or "The Company") today announced its half-year results for the period ended 31 December 2012.

Key Highlights

- Revenue from continuing operations, up 10% to \$13.6 million (FY12: \$12.4 million);
- Earnings Before Interest and Tax (EBIT), up 41% to \$3.1 million (FY12: \$2.2 million);
- Net Profit After Tax (NPAT), up 39% to \$2.3 million (FY12: \$1.6 million);
- Earnings Per Share (EPS), up 33% to 1.7c (FY12: 1.3c);

The excellent result was delivered by a strong performance from all three divisions, being consumables, precious metals and capital equipment.

Commenting on the half-year results, XRF's CEO, Vance Stazzonelli said, "It is a credit to our hard working team that this result was able to be delivered. It is a reflection of changes we have been implementing in our business to streamline our product offerings, overhead costs and manufacturing processes.

Repeat consumable sales to XRF's production mining based clients remained steady throughout the period. The division experienced volume growth on the previous corresponding period, despite the volatility in the iron ore price. An uplift of sales to production mining customers is expected, as new and existing iron ore mines increase volumes of product mined.

New product developments in the Capital Equipment division are currently underway and expected to contribute to revenue growth in FY2014. We also continue to pursue our international growth strategy in countries such as Brazil and Russia.

The Company is in an excellent financial position, having cash reserves of approximately \$8m (6.1 cents per share), with no debt as at the date of this announcement. The Board of XRF has identified that acquisitions are an important part of its growth strategy and the company is well positioned to take advantage of any opportunities that arise in the market. The Board is continually assessing potential acquisitions which are evaluated against a set of established criteria to ensure they add shareholder value."

Please direct any inquiries to:

Vance Stazzonelli
Chief Executive Officer

vance.stazzonelli@xrfscientific.com
+61 8 9244 0600

About XRF Scientific:

XRF Scientific Limited is an Australian listed company (ASX: XRF) based in Perth, Western Australia. XRF manufactures equipment and chemicals, which are distributed to production mines and commercial analytical laboratories in Australia and overseas and used in the preparation of samples for analysis.

XRF has manufacturing, sales and support facilities located in Perth and Melbourne plus a global network of distributors. The Company has representation in the United States, South America, Canada, Europe, Africa, the Middle East and Asia and has a customer base that includes multinational blue-chip customers such as:- BHP Billiton, Rio Tinto, Vale, Iluka, Xstrata, Nickel West, Robe River Iron Associates, Alcoa, CSIRO, Intertek, PT Inco, Pilbara Iron, Bureau Veritas, SGS and ALS.

XRF's technology is used to measure the composition and purity of materials and is mainly applied in industrial quality control and in process control for manufacturing processes in industries such as metals and mining, construction materials, chemicals and petrochemicals.

XRF products help customers to improve product quality and performance, increase productivity and yield and reduce downtime and waste. Its businesses have established positions in their specialised markets.