



## MARKET ANNOUNCEMENT

5 December 2011

## **ADG sells Universal Pumps business**

- ✓ Divestment of non-core asset & business activity
- ✓ Increase of \$1m of working capital
- ✓ Sale to support growth initiatives announced at AGM

In line with its growth strategy announced at the Annual General Meeting last week, mining services company ADG Global Supply (ASX: ADQ) has announced the sale of the Universal Pumps business to the privately held hardware, industrial and pump products firm, White International.

Universal Pumps, which supplies pumps and associated water products to the Australian retail and trade market was assessed as non-core to ADG Global Supply's business activities of industrial products, global procurement & supply chain and project logistics.

The terms of the sale remain confidential between the parties and will be completed by 12 December 2011.

Commenting on the sale ADG Managing Director, John Mancini, said the sale of ADG's pumps business would allow the Company to focus on its key growth areas in products and services for the exploration, mining and energy sectors.

'At our AGM on the 23 November 2011, we revealed new expansion and product development plans as a part of our ongoing focus to better service the needs of our drilling and mining clients in Africa, Asia and Australia.

The sale of Universal Pumps does not impact our internal revenue and EBIT forecasts. Additionally, the sale will free up \$1m of working capital to support these new initiatives. We believe the sale is a very positive outcome for ADG, the Universal Pumps business and our staff associated with it.

The White International group is already established in the Australia retail and trade pump market and is well positioned to service the clients of Universal Pumps.' Mr Mancini said.

The sale process was led by Pareto Capital.

## For more information contact

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