

1 November 2013

Company Announcements Office Australian Securities Exchange - ASX Limited Exchange Centre Level 4, 20 Bridge Street Sydney NSW 2000

Via e-lodgements: Sequence #707

Dear Sir / Madam

Please find attached an announcement for immediate release to the market.

Yours faithfully

Jennifer Waldegrave Company Secretary



FOR IMMEDIATE RELEASE - ASX ANNOUNCEMENT

1 November 2013

COFFEY INTERNATIONAL LIMITED (ASX: COF) - FIRST QUARTER 2014 UPDATE

Coffey International Limited (Coffey) will hold its 2013 Annual General Meeting (AGM) of shareholders in Sydney today.

At the meeting, Coffey will provide an update on the first quarter of 2014, the three months to 30 September 2013.

Managing Director, John Douglas, said that while Coffey believes there are some reasons for optimism in 2014, some significant challenges remain.

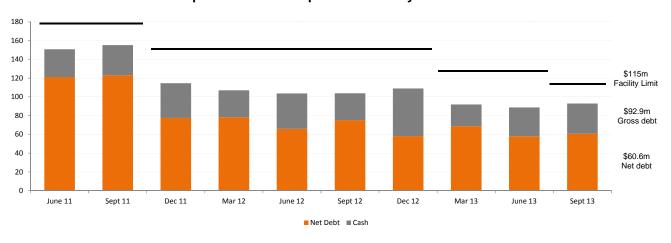
Commenting on the quarter to 30 September (Q1 2014), Mr Douglas noted that:

- Coffey's net debt of \$60.6 million at 30 September was 20% lower than the corresponding quarter Q1 FY2013, but up 4.5% on June 2013
- Geosciences quarterly fee revenue of \$57.8 million, was 4.5% lower than the prior quarter (Q4 FY2013)
- Geosciences margins have improved from the second half of FY2013, although they remain below expectations
- Geosciences headcount was reduced by 120, at a cost of \$2.5 million
- Project Management broke even
- International Development earned total quarterly revenue of \$82.8 million up 5% on the prior quarter
- Coffey's total contracted fee revenue was \$198 million at September 2013, up 6% on the prior quarter (Q4 FY2013)

Further debt reduction

The focus on debt reduction has been further demonstrated in Q1 FY2014. At 30 September 2013, net debt was \$60.6 million, 20% lower than a year earlier. With the reduction in debt, Coffey's facility limit has been reduced whilst retaining a prudent level of headroom.

September debt compares favourably to historic levels



Australian Geosciences fee revenue slow in a tough market

The Australian Geosciences business, which accounted for 72% of Geosciences fee revenue in the quarter, was impacted by tough trading conditions.

As a result, Geosciences overall fee revenue was down 4.5% compared to the prior quarter. The decline in Australia was sharper at 12%.

Fee revenues from the offshore Geosciences businesses were up 24% on the previous quarter. Most of this was post-earthquake remediation works in Christchurch, New Zealand, with smaller increases in revenue in Canada and South America.

\$70.6m \$69.6m \$68.4m \$66.5m \$65.9m \$62.0m \$60.5m \$59.5m \$57.8m \$23.4m \$25.8m \$22.9m \$26.1m \$25.8m \$23.6m \$23.4m \$22.4m \$21.5m \$18.9m \$18.6m \$23.0m \$11.9m \$11.5m \$21.1m \$20.9m \$19.8m \$18.2m \$13.5m \$13.3m \$11.7m \$14.3m \$7.8m \$12.1m \$7.8m \$7.4m \$10.4m \$5.6m \$8.0m \$8.1m \$7.4m \$7.3m \$7.6m \$7.0m \$7.5m \$6.7m \$7.9m \$5.6m \$5.7m \$4.1m \$4.1m \$3.6m \$3.5m Q1 2012 Q2 2012 Q3 2012 Q4 2012 Q1 2013 Q2 2013 Q3 2013 Q4 2013 Q1 2014 ■ Infrastructure Mining Oil & Gas Commercial property

Geosciences quarterly fee revenue by sector

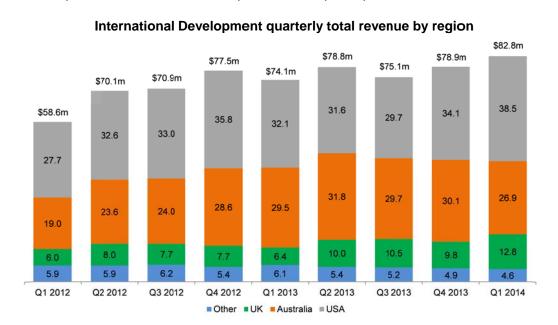
The decline in Australian Geosciences fee revenue meant a further reduction in staff numbers, by 120 people, in Q1 FY2014. This occurred mostly through redundancies with some natural attrition.

Underlying Geosciences margins were up on the final half of FY2013, but have not improved as much as anticipated. Mr Douglas said this was one of the factors that led to further reductions in staff numbers.

International Development shows sustained strength

Coffey's International Development business continued to return strong revenue in Q1 FY2014, compared to previous quarters.

International Development total revenue was up 5%, on the prior quarter.



Contracted fee revenue increased due to International Development

Overall, the total company-wide 12 month contracted fee revenue improved 6% in the first quarter, to \$198 million.

As illustrated in the chart following, this was the result of the growth in the International Development contracted fee revenue to \$91 million, up 25% from the prior quarter. There was a small drop in the contracted fee revenues for Geosciences and Project Management.

12 month contracted fee revenue \$108m \$101m \$100m \$94m \$90m \$91m \$72m \$73m \$20m \$18m \$14m \$13m June 12 Dec 12 June 13 June 12 Dec 12 June 13 Sept 13 June 12 Dec 12 June 13 Sept 13

Project Management

Looking ahead - reasons for optimism and significant challenges

Geosciences

Mr Douglas said business conditions in Australia for Geosciences remained challenging though the Federal election outcome had reduced political uncertainty.

International Development

Coffey continues to focus on growing its overseas Geosciences business in the existing geographic footprint using its solid reputation in Australia as a base.

Mr Douglas said Coffey's International Development business was performing strongly. The recent US Government shutdown had a slight impact on cash flow timing. However there was no impact on profitability and no projects were cancelled.

Future trading updates

Coffey will announce its 2014 half year results on 10 February 2014. In addition to our scheduled results updates, we will provide an update on trading in early May 2014.

- Ends -

For further information

Investor contact:

Christine Bowen
Investor Relations Consultant
Coffey International Limited

Ph: +61 2 9287 2180 M: +61 418 144 860

Media contact:

Owen Gill
Group Communications Manager
Coffev International Limited

Ph: +61 2 9287 2155 M: +61 428 905 573

About Coffey International Limited

Every Coffey relationship is built on trust, whether it's in geosciences, project management or international development.

Trust that's hard-earned through our proven expertise, our depth of global experience and our commitment to stay one step ahead.

Our united group of specialists – many of whom number among the best in the world – take enormous pride in collaborating with our project partners. By digging deeper. Thinking smarter. And seeing further.

All so we can deliver the smartest solutions, every time.

Coffey is listed on the Australian Securities Exchange (ASX: COF). Visit coffey.com