

## GO2 EXECUTES CASHFLOW INITIATIVES, EXTENDS FINANCE FACILITY AND COMPLETES ASSET SALE OF MINING CAMP

### Highlights

- GO2 has secured two-year extension to its \$15m invoice factoring facility with Scottish Pacific (BFS) Pty Ltd
- Facility provides on going working capital support and continues the Company's long-term relationship with its finance provider
- The Company maintains a competitive interest rate as part of the extension
- GO2 has agreed the sale of a Mining Camp acquired as part of a mine site restoration project last year
- A deposit has been received and the transaction will settle prior to the end of the March quarter.
- Extension of finance facility and successful transaction of mining camp further improves cash flow position
- Cashflow initiatives reiterates the Company's commitment to responsible capital management and EBITDA improvement

12<sup>th</sup> March, 2020: The GO2 People Ltd (ASX:GO2) ("The GO2 People" or "the Company") is pleased to announce it has executed two key cashflow initiatives as part of its consolidation of operations and focus on capital management and improving EBITDA performance.

**Initiative 1:** The Company has secured a two-year extension to its existing \$15m invoice factoring facility with Scottish Pacific (BFS) Pty Ltd ("Scottish Pacific"). The extension of this facility continues the long-standing relationship GO2 has with Scottish Pacific and it will provide ongoing working capital support as the Company



continues to execute its strategic plan for the remainder of FY20 and beyond. Importantly, a competitive interest rate has been maintained, whilst the facility allows for funding in real time as soon as GO2 has invoiced its clients.

**Initiative 2:** GO2 has agreed the sale of the Mining Camp acquired through its work on the rehabilitation of the Kintyre Mine Site in 2019. The sale of this asset is expected to contribute circa \$200k of free cashflow to the Company. A deposit has already been received with the sale agreement to be signed by 20<sup>th</sup> March 2020 and the transaction expected to settle on or before 27<sup>th</sup> March 2020.

The extension of the funding facility and the sale of the camp, in addition to previous funding initiatives achieved, positively impact GO2's cashflow position, whilst reiterating the Company's commitment to responsible capital management and EBITDA improvement.

**Managing Director, Billy Ferreira:** "The Company made it very clear to investors that we intended to focus on responsible capital management and EBITDA improvement in FY20 and that's what we're doing. Securing an extension to our Scottish Pacific facility and selling surplus assets, further reinforces that commitment. Additionally, it further enhances our cashflow position which has shown improvement in the most recent Quarter. We certainly feel like we are making steady progress."

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### About The GO2 People Ltd

The GO2 People Ltd (ASX:GO2) is a leading provider of vertically integrated recruitment and training services to industry throughout Australia. The day to day operations of the company are underpinned by strong core values and an ethical approach to business principles which drive innovation, collaboration and an ongoing commitment to continuous improvement.

The company's Recruitment Division provides tailored staffing solutions to a range of industries with a client base that includes a number of national and multinational blue chip organisations across the construction, resources and industrial sectors.

GO2 Skills & Training is a nationally Registered Training Organisation (RTO 40927), delivering both accredited and non-accredited workplace training and education courses.

To learn more please visit: [www.thego2people.com.au](http://www.thego2people.com.au)

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