

PRESS RELEASE

For immediate release

ASX ANNOUNCEMENT

POTENTIAL WAIVER OF 50% MINIMUM ACCEPTANCE CONDITION

(Monday, 6 March 2017) – Hitachi Construction Machinery Co., Ltd. (**HCM**) today provides the following update in relation to its recommended takeover offer for Bradken Limited (**Bradken**).

50% minimum acceptance condition

As at 3 March 2017:

- the Bradken Shares in which Hitachi Construction Machinery Co., Ltd. (**HCM**) has a relevant interest as a result of acceptances of the HCM Offer is 18.51% of the Bradken Shares on issue; and
- a further 5.09% of Bradken Shares are the subject of acceptance forms and/or custodian directions held by Computershare Clearing Pty Limited under the institutional acceptance facility established by HCM (**IAF Acceptances**),

being in total approximately 23.60% of the Bradken Shares on issue.

Accordingly, the 50% minimum acceptance condition (being the last remaining condition) remains unfulfilled.

Potential waiver of 50% minimum acceptance condition

HCM today announces that it intends to waive the 50% minimum acceptance condition if and as soon as practicable after the aggregate of:

- the Bradken Shares in which HCM has a relevant interest as a result of acceptances of the HCM Offer; plus
- any Bradken Shares that are the subject of IAF Acceptances,

is equal to or greater than 35% of the Bradken Shares on issue.

Bradken has consented to HCM waiving the 50% minimum acceptance condition provided it obtains a relevant interest in at least 35% of Bradken shares, with this relevant interest to be calculated as if it included of the Bradken shares that are the subject of IAF Acceptances.

If HCM waives the 50% minimum acceptance condition, the HCM Offer will be declared completely unconditional.

In that event, all Bradken shareholders who have already accepted the HCM Offer, together with those who accept the HCM Offer and whose acceptances (including IAF Acceptances) are received by Computershare by 7pm (AEDT) on the business day prior to the day on which the HCM Offer is declared completely unconditional, will be paid within 8 business days from (and including) the date on which the HCM Offer is declared completely unconditional.¹

¹ See further HCM announcement released to ASX on 13 February 2017.

Accordingly, all Bradken shareholders who have not yet accepted the HCM Offer should ACT NOW and accept the HCM Offer promptly and without delay to ensure that:

- **the 50% minimum acceptance condition is either satisfied or is in a position to be waived by HCM and the HCM Offer can be declared completely unconditional; and**
- **the Bradken shareholders who do so are eligible to receive accelerated payment.**

How to ACCEPT the recommended HCM Offer

Acceptance Forms can be sent by post. HCM will also process signed Acceptance Forms sent by email or fax. However, where an Acceptance Form is sent by email or fax, the original Acceptance Form (including any documents required in order to validly process acceptances, such as certified copies of powers of attorney) must still be posted in accordance with the instructions on the Acceptance Form, and HCM will not be obliged to pay the consideration until it receives those documents.

Issuer Sponsored Holders (Securityholder Reference Number beginning with "I"):

To accept the HCM Offer, a validly completed Acceptance Form must be received at the postal address indicated on the form before the end of the Offer Period. Alternatively, Acceptance Forms sent by facsimile to +61 3 9473 2093 or by email to HCMOffer@computershare.com.au will also be processed by HCM (subject to receipt before the end of the Offer Period of the emailed or faxed Acceptance Form and any original supporting documents required in order to validly process any such Acceptance Forms).

CHESS Holders (Holder Identification Number beginning with "X"):

If your Bradken shares are held in a broker sponsored holding, to accept the HCM Offer please contact your broker directly before the end of the Offer Period. Alternatively you can return your validly completed Acceptance Form to the postal address indicated on the form.

Acceptance Forms sent by facsimile to +61 3 9473 2093 or by email to HCMOffer@computershare.com.au will also be processed by HCM (subject to receipt of original documents).

Validly completed Acceptance Forms need to be received at the relevant address, or processed by sponsoring brokers, by no later than 7.00pm AEDT on 24 March 2017. Acceptance forms sent to any other address, facsimile or email address may not be accepted.

Information Line

Bradken shareholders who have any other questions about the recommended HCM Offer or want to request for a new Acceptance Form may call the HCM Offer Information Line on 1300 648 150 (toll within Australia) or +61 3 9415 4156 (not toll free from outside Australia).