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The Manager
Market Announcements Office
Australian Securities Exchange Limited
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ADELAIDE BRIGHTON PROVIDES MARKET UPDATE

Leading construction materials and lime producer, Adelaide Brighton Ltd (ASX: ABC) announced today that it expects underlying net profit after tax¹, excluding property, for the year ending 31 December 2018 to be between \$188 and \$195 million, compared to \$190.3 million for the prior year².

This update is slightly below guidance provided at the time of the half year results on 22 August for the 2018 full year underlying net profit after tax, excluding property, then anticipated to be in the range of \$200 to \$210 million. The updated guidance is based on unaudited internal management accounts and expected performance for the remainder of the calendar year.

Managing Director, Martin Brydon said, "While performance of the business has generally been pleasing, a number of factors have led to demand in the second half being slightly lower than anticipated. The ramp up in a major South Australian infrastructure project has been slower than expected in the current year, however overall project volumes are on forecast.

"A slower than expected start to the historically busier second half of the year in the construction market in Western Australia and recovery from the earlier adverse weather conditions in the east coast markets has not been as strong as expected.

"It's pleasing that demand has supported price improvement across our product range, plus further costs savings from the Company's operational improvement program, have supported earnings for the period."

Further detail regarding the Company's performance for the 2018 financial year will be provided in its results announcement on 28 February 2019. Actual results will be subject to audit in due course.

For further information please contact:

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¹ Underlying NPAT is profit excluding significant items of revenue and expenses, such as the costs related to restructuring, rationalisation and acquisitions.

² Restated number is due to a change in accounting policy on adoption of AASB15 Revenue from Contracts with Customers applied from 1 January 2018