

ASX Release

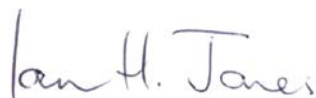
Thursday 1 July 2010

Company Announcements Office
ASX Limited
Exchange Centre
Level 4
20 Bridge Street
Sydney NSW 2000

Dear Sir,

Please find attached the ASX Release, issued by the Company today, announcing that that the sale of its SWG offshore contracting business to DOF Subsea has been successfully completed, and that it has finally concluded to exit the United Kingdom after consultation with its employees.

Yours sincerely,
PROGRAMMED MAINTENANCE SERVICES LIMITED



Ian H. Jones
Company Secretary

ASX Release

Thursday 1 July 2010

Programmed completes sale of SWG offshore contracting business & confirms plans to exit UK

Programmed (ASX:PRG) announced today that the sale of its SWG offshore contracting business to DOF Subsea has been successfully completed, and that it has finally concluded to exit the United Kingdom after consultation with its employees, as explained in its 12 May 2010 ASX release.

SWG

SWG's offshore contracting business has been sold for \$3m cash, with potential for further sale proceeds of up to \$4m, depending on revenue targets and other conditions being met over the next 12 months.

As a result of this sale and in accordance with the terms of the SWG share purchase agreement (dated 1 July 2008), the 3.47 million Programmed ordinary shares currently in voluntary escrow will shortly be released and the remaining 2,000 performance shares will convert into only two Programmed ordinary shares.

UK business

After completing the consultation process with its UK employees, Programmed has concluded that it will scale down the UK business over the next two years, servicing existing programmes, but seeking no new programmes, with the exit to be completed by 30 June 2012.

Programmed will make a provision in the half year ending 30 September 2010 of approximately \$7.6m after tax to cover expected redundancies, lease liabilities, asset writedowns and impairment of goodwill (\$1.9m) that will occur over the next two years as the business is scaled down. The aim is to sell the servicing contract assets by 30 June 2012 and provide a projected net cash/capital return of \$5m to be re-invested in Australia and New Zealand.

For further information contact:

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