

ASX/Media Release

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Ludowici Earnings Update

Ludowici Limited (ASX:LDW) advises that operating performance in 2010 has to date surpassed early expectations and this is expected to continue for the rest of the first half of the year. Both the capital equipment and consumables parts of the Ludowici portfolio of products have performed well during 2010. The integration of the Johnsons Mining Service business (acquired in late 2009) is progressing to plan and the expected synergies are being delivered.

The company currently expects to earn a Net Profit After Tax for the half year to June 2010 of around \$5.3 million. This result represents an improvement of approximately 120% over the result of \$2.4 million achieved from continuing operations in the first half of 2009.

Current expectations are that earnings in the second half of the year will be similar to the first half however the effect of the proposed new Australian Resources Super Profits Tax is not clear. If the uncertainty created by this proposed tax results in delays to new projects then this would have an impact on Ludowici's Australian operations during the second half and beyond. Ludowici's growing international businesses will be looking to win any mining projects that are diverted from Australia to other global mining areas.

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About Ludowici

Ludowici Limited (ASX:LDW) was established in 1858 and has been building a business to service the global mineral processing market since the mid 1990's. The company's activities today revolve around the global mining industry, designing, manufacturing and marketing mineral processing equipment including vibrating screens, coal centrifuges, an extensive range of wear resistant products and a variety of other products and services.

The Company's diverse range of products and services is testimony to its reputation for innovation. In over one hundred and fifty years, Ludowici has evolved and adapted to changes in industry, technology and society. Head office is in Brisbane with offices in Chile, China, India, South Africa and the United States.