

16 July 2009

### Trading update

Leading mining technology services company Runge Limited (Runge) today announced an update on the company's business and trading performance and the expected trading result for the 12 months ended 30 June 2009 (FY09).

As previously announced, Runge's ability to achieve its FY09 forecast was dependent on large software sales which were anticipated in June. These sales were not completed by 30 June and are expected to occur in the first half of FY10. As a result, Runge now expects its FY09 earnings to be:

- EBITA of approximately \$12.7 million
- Net profit after tax of approximately \$7.7 million.

Mr Tony Kinnane, Managing Director of Runge Limited, said "Due to the significant downturn in commodity prices over the past 12 months, particularly since November 2008 and the uncertainty in markets, major global mining companies have changed their business focus to concentrate on production costs and improving their economic positions. Whilst this has substantially increased Runge's software sales pipeline and we were able to report one large software contract early in June, several others were delayed."

Mr Kinnane said "Runge understands the strategic fundamentals of mining and we provide tools and systems that are critical for strategic planning no matter where the industry is in the commodity cycle. The company's business model is adaptable and we have been able to shift our focus and pursue opportunities that arise in this difficult market."

"This shift in focus has meant that our original forecast, set 18 months ago, has not been achieved given these delays. Many of our new opportunities reflect the mining industry's drive for standardisation of processes and systems across their operations."

While the global economic outlook continues to remain uncertain, the ongoing fundamentals of Runge's business are very strong. Runge's balance sheet is robust with no net debt.

Global mining companies are increasingly willing to invest in our technology in order to yield long-term production efficiencies.

**For further information please contact:**

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### **About Runge Limited:**

Runge Limited (Runge) was established in 1977 by Dr Ian Runge and listed on the Australian Securities Exchange on 27 May 2008 (ASX code: RUL).

Today, Runge is a leader in the provision of technology products, consulting services and training courses to the global mining industry, delivering solutions and services across a range of commodities.

With expertise across a range of mining disciplines, Runge's approach to the business of mining is strongly grounded in economic principles and delivering mine planning solutions that are tightly coupled with technological support and training. Runge currently owns and operates 18 offices in 10 countries throughout the world. Our team includes Pincock Allen & Holt, Minarco-MineConsult, MRM Mining Services Pty Ltd and GeoGAS.

Runge has demonstrated strong growth historically and targets minimum annual 20% organic growth in revenues and 20% EBITA margin. Revenue is diversified both geographically and by mineral commodity mined.

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