

A NEW FACILITY & A RENEWED BUSINESS



WHY ARE WE MOVING?

- A dramatic increase in business activity in 2016/2017 unfortunately increased delivery times and occasionally negatively affected levels of customer support.
- To address the above, Paladon Systems has invested heavily in a new facility located in Località Ca 'Verde, Borgonovo Val Tidone PC (near to Piacenza), Italy.
- The new facility will enable Paladon Systems to approximately triple their production capacity.

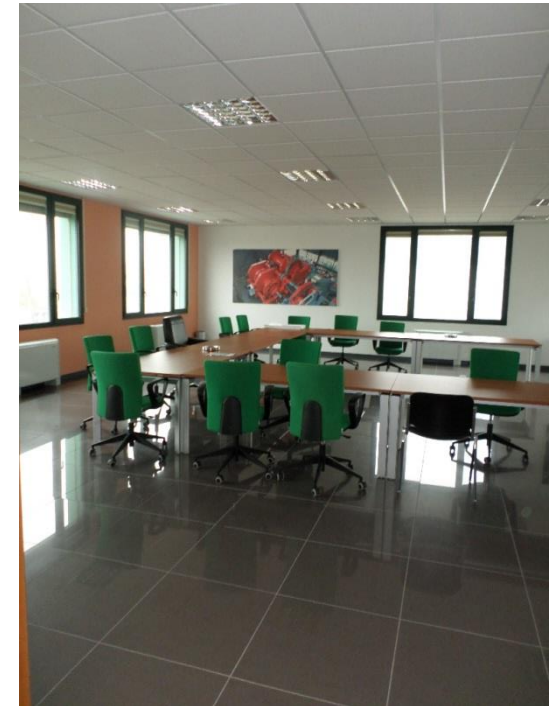


WHEN ARE WE MOVING?

- The move is happening right now.
- The move is scheduled to be completed by the end of February.
- Detailed project and logistical management has been implemented to ensure that there is no disruption to any existing customer orders.



- Built in 2011.
- Approximately triple the manufacturing capacity at 3,600m².
- Approximately 4,500m² outside area dedicated to larger stock.
- 16 ton overhead crane to better manage the largest actuators.
- Streamlined layout to reduce manufacturing costs and lead times.



INTERNAL IMPROVEMENTS

- Bunker area for safer high pressure testing.
- Increased quantities of test, assembly, welding and hydraulic press equipment.
- Dedicated research and development area.
- Located close to motorway for improved transportation links.



- Paladon Systems is now able to be the sole supplier for even the largest projects.
- Manufacturing volume and efficiency gains will reduce costs and allow competitive pricing to be maintained.
- Reduced delivery times.
- Faster product development to allow the latest valve automation technologies to enter the market faster.



In 2018 Paladon Systems refocused its Italian and UK operations.

- The Italian facility will focus on the manufacture of all of the following valve automation technologies for all international projects:
 - All actuator types
 - All pneumatic and hydraulic control systems
 - Electro-hydraulic on/off and positional systems
 - Gas-over-oil actuator systems
 - Direct gas actuator systems
 - Subsea actuators
 - Turbine bypass systems
 - Hydraulic power units
 - HIPPS

- The UK facility will focus geographically on the following bespoke valve automation technologies:
 - Electro-hydraulic on/off and positional systems
 - Turbine bypass systems
 - Hydraulic power units
 - HIPPS
 - Subsea systems including the Autonomous Shutdown Valve (ASV)

