Mastermyne Group Limited

AGM November 23, 2010

Chairman's Address

Ladies & Gentlemen

Welcome to the first Annual General Meeting of Mastermyne Group Limited as a listed entity. Thank you for making time to attend; I hope you also take the opportunity to speak with your Board members and senior staff who are here today.

Before starting on my formal address, it is timely to acknowledge the very difficult situation that the people on the West Coast of South Island New Zealand are facing at the present time; let us keep the affected families in our thoughts.

Introduction and Overview

Let me introduce my fellow Directors and the Company Secretary. On my left are Tony Caruso, Andrew Watts and Darren Hamblin and on my right are Ian Hall and Bill Lyne.

It is now some six months since Mastermyne Group Limited (Mastermyne) listed on the ASX and the Company has delivered on the projections made in the Prospectus dated March 2010. As we moved into April and May the level of tender opportunities continued to build and significantly exceeded our expectations; we were fortunate to win work over and above our forecast but have tried to maintain a balance between growth and not overextending ourselves.

Tony Caruso will talk more about this in his address.

It is pleasing to have the Company start its listed existence on such a positive note but those of us who have experienced commodity cycles will understand our desire to plan for good times and bad. Provided coal pricing remains reasonably buoyant, we can expect that our business skills will continue to be in demand. More than that, if we continue to offer great service (safety plus performance), we will continue to be in demand during less favourable parts of the commodity cycle.

People & Culture

People are important in all businesses and in ours we need people to service contracts won; our growth is linked to having sufficient skilled people to man contracts and excellent support staff in our offices and training centre. You will hear about this in more detail from Tony but I wanted to emphasise that the Board is strongly committed to looking at all possible avenues to maintain and grow a skilled workforce. Our new training centre is witness to that.

Let me at this stage acknowledge the contributions made by all employees in the past year and offer my thanks to them on behalf of the Board.

The culture of Mastermyne has played a major part in its success; the desire to recognise all ideas and to reward good performance has stayed with the company since its beginnings in 1996 under Darren and Andrew. In the current MD and CEO we have a person who understands the value of open communication and engaging people.

Strategy

Mastermyne intends to maintain its focus on the Australian Coal Sector; this has been a buoyant market in recent years but we are tempering our growth by a desire not to overstretch ourselves.

In this context and bearing in mind my earlier comments about skilled employees and our culture, the Company is on target to double the size of our business (from last year) in three to five years. Shareholders should note that the increase in performance is unlikely to be a steady growth and that some measures may double before others as we move through transition phases. Having said that, our increased presence in the Hunter region, new service offerings and new contracts will form the backbone of our growth.

There may well be some business acquisitions that fit our strategy as we move forward although there is nothing of substance under detailed consideration as of now.

Financial Resources

In the first few months of the current year we have seen continuing increases in revenue from operations and have taken opportunities to acquire some additional capital equipment to back up new contract wins and to expand our offering. Having additional mining and drilling equipment, which can be used now, will also stand us in good stead for future contract wins. As we continue to grow, we will maintain prudent management of our resources but be prepared to adapt to opportunities which present themselves should they fit our strategy.

Conclusion

In a few moments Tony Caruso our Managing Director will present his address. Before he does so I want to pay a special tribute to him and his enthusiastic leadership without which Mastermyne could not have attained its current level of business. Thank you Tony.

In conclusion I also want to thank shareholders who joined our ranks in May and since then for their support in what has been a volatile business environment.

I now call on Tony to present his address.