ASX RELEASE

AUSDRILL

29 AUGUST 2013

SUSPENSION OF DIVIDEND REINVESTMENT PLAN

Ausdrill Limited (ASX:ASL) advises that its Dividend Reinvestment Plan (**DRP**) will be suspended with effect from 19 September 2013 until further notice.

The rules of Ausdrill's DRP state that the DRP may be suspended or terminated by the Directors at any time after giving 14 days notice in writing to all participants in the DRP. A copy of the letter giving notice to DRP participants is attached and will be despatched to participants on 3 September 2013.

While the DRP is suspended, participants in the DRP will receive cash dividends. Should the Directors reinstate the DRP in the future, at that time the Directors may determine that each participant's existing DRP status is also reinstated.

A copy of the DRP rules was attached to Ausdrill's ASX announcement released on 26 September 2012.

Domenic Santini
Company Secretary
AUSDRILL LIMITED

About Ausdrill

Ausdrill (ASX: ASL) is a diversified mining services company. Since its formation in Kalgoorlie in 1987, Ausdrill has grown significantly and now has operations across Australia, Africa and the United Kingdom. Ausdrill is a leader in providing services in contract mining, grade control, drill & blast, exploration, mineral analysis, procurement & logistics and manufacturing. The Ausdrill Group employs over 5,000 staff worldwide.

For further information, please contact:

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BRINGING MORE TO MINING

29 August 2013

Dear Participant in Ausdrill's Dividend Reinvestment Plan

Suspension of Dividend Reinvestment Plan

The Ausdrill Board has determined that Ausdrill's Dividend Reinvestment Plan (**DRP**) will be suspended with effect from 19 September 2013 until further notice.

The rules of Ausdrill's DRP state that the DRP may be suspended by the Directors at any time after giving 14 days notice in writing (by way of this letter) to all participants in the DRP.

While the DRP is suspended, you will receive any Ausdrill dividends [(including the Ausdrill dividend announced on 29 August 2013 if you are entitled to that dividend) in cash by way of electronic transfer to your nominated bank account.

Please note that since the introduction of mandatory direct credit payments for Ausdrill dividends, shareholders are required to provide valid banking details by the record date for dividend payments to be credited on the dividend payment date. A direct credit form and reply paid envelope is enclosed with this letter for this purpose.

For overseas shareholders that do not have an Australian bank account, you will receive future dividend payments by cheque.

Should the Directors reinstate the DRP in the future, at that time the Directors may determine that your existing DRP status will also be reinstated. If you wish to vary your DRP election, you may do so by sending a Notice of Election/Variation to Computershare Investor Services Pty Limited (**Computershare**) at GPO Box 2975, Melbourne, Victoria 3001. Alternatively, it is possible to vary your instructions online at www.investorcentre.com/au if you are registered for online access to your securityholder information. Please contact Computershare for further information.

If you wish to obtain a copy of the DRP rules, you may obtain a copy from Ausdrill's ASX announcement released on 26 September 2012, or by contacting Computershare.

Please contact me if you would like to discuss any of the above matters.

Yours sincerely

Domenic Santini
Company Secretary
AUSDRILL LIMITED