SWICK

Innovative • Productive • Safe

Swick Mining Services Ltd

FY14 AGM Presentation

14th November 2014

ASX:SWK

www.swickmining.com

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Unless otherwise started all the currency disclosures in this presentation are Australian Dollars.

Information included in this presentation is dated 13 November 2014.

Company Overview

- Top ten global mineral drilling provider operating in Australia, US , Canada and Europe
- Currently ranked 5th by Market Capitalization
- Currently ranked 4th by revenue
- Track record of innovation leading to competitive advantage in what we do
- Focused on customer service, productivity and total value to customers
- Focused on creating a highly skilled workforce with a strong culture of service
- Have a strong focus to return value to our customers ***and*** our shareholders by increasing productivity

Corporate Snapshot

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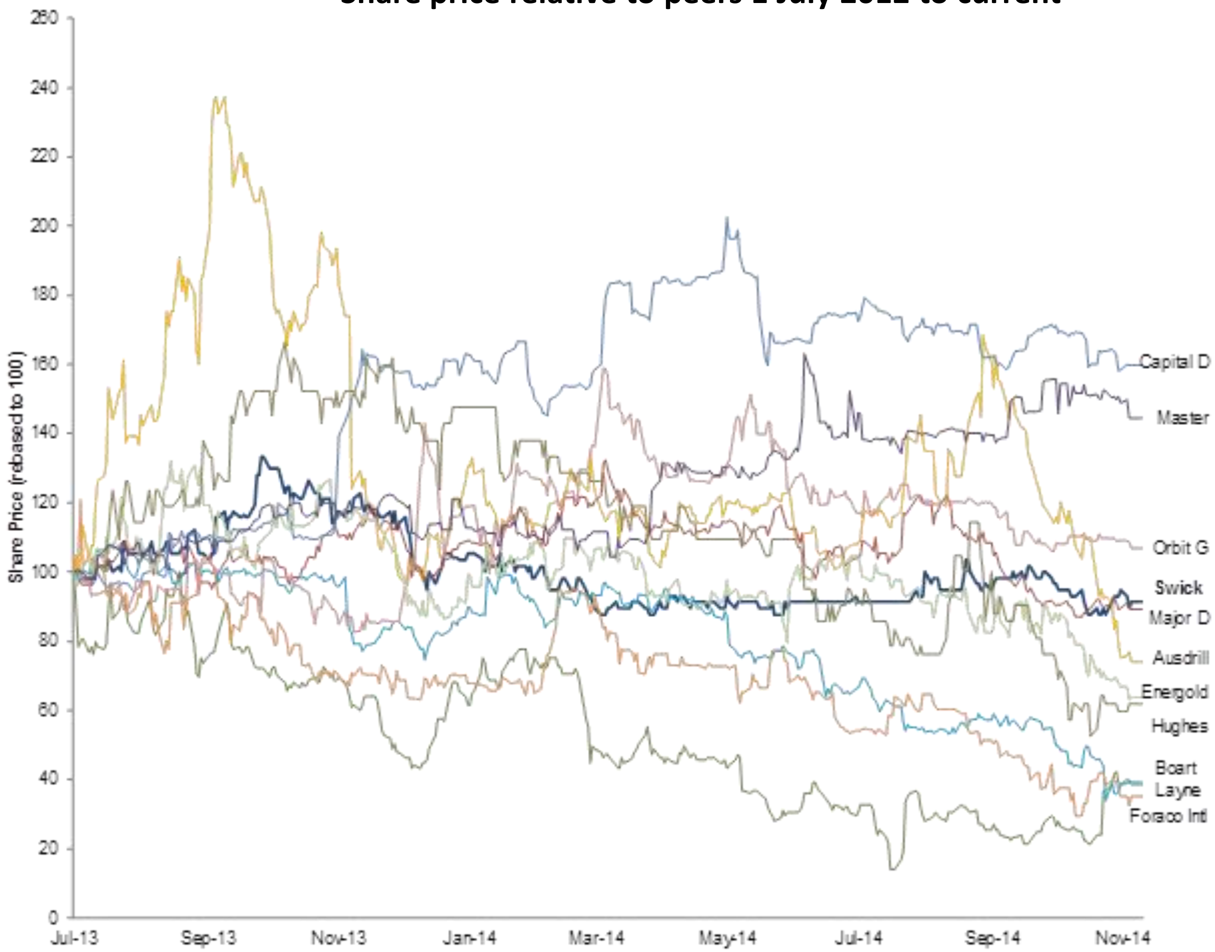
- **Corporate structure**
  - ASX: SWK - Listed Nov 2006
  - Shares outstanding: 216.7m
  - Share Price 13 Nov 14: $0.255
  - Market Cap 13 Nov 14: $55.1m
- **Board and Executive Management**
  - Andrew Simpson - NEC
  - Kent Swick - MD
  - Phil Lockyer - NED
  - David Nixon - NED
  - Ian McCubbing – NED
  - Vahid Haydari – CEO
  - David Prestney– CFO (Acting)
- **Substantial shareholders***
  - Kent Swick (15.1%)
  - Perennial Investments (12.3%)
  - Simone A Lourey (10.2%)
  - Northcape Capital (6.5%)
  - Rosanne Swick (6.4%)
  - Highclere International (5.9%)
  - Schroder Investment Mgt (5.6%)

As at 30th September 2014

Share price relative to peers 1 July 2012 to current



Division Overview

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UNDERGROUND DIAMOND

Drilling:	Underground Delineation
Rig Type:	Swick Mobile Drill
Sectors:	Gold, Base Metals
Sites:	Operating Mines
Advantage:	Reliability, Productivity, Safety, Total Value
Range:	+ 1000m
Fast Fact:	World's leading drill rig
Fleet Size:	67 Rigs (56 Asia Pacific & 11 International).

SURFACE RC

Drilling:	Reserve Definition & Expl.
Rig Types:	Swick RC Drills
Sectors:	Base Metals, Bulks, Gold
Sites:	Brownfield & Greenfield
Range:	+ 400m
Fast Fact:	Award Winning Rig Design
Fleet Size:	7 Rigs (6 Swick & 1 tracked Schramm)

UNDERGROUND PRODUCTION

Drilling:	Production (Blast)
Rig Type:	Sandvik Solo's
Sectors:	Gold, Base Metals
Sites:	Brownfield
Range:	+50m
Fast Fact:	Offer Contracting & Management Services
Fleet Size:	4 Rigs +(3 client rigs under mgmt)

Safety in FY14 – A very positive year

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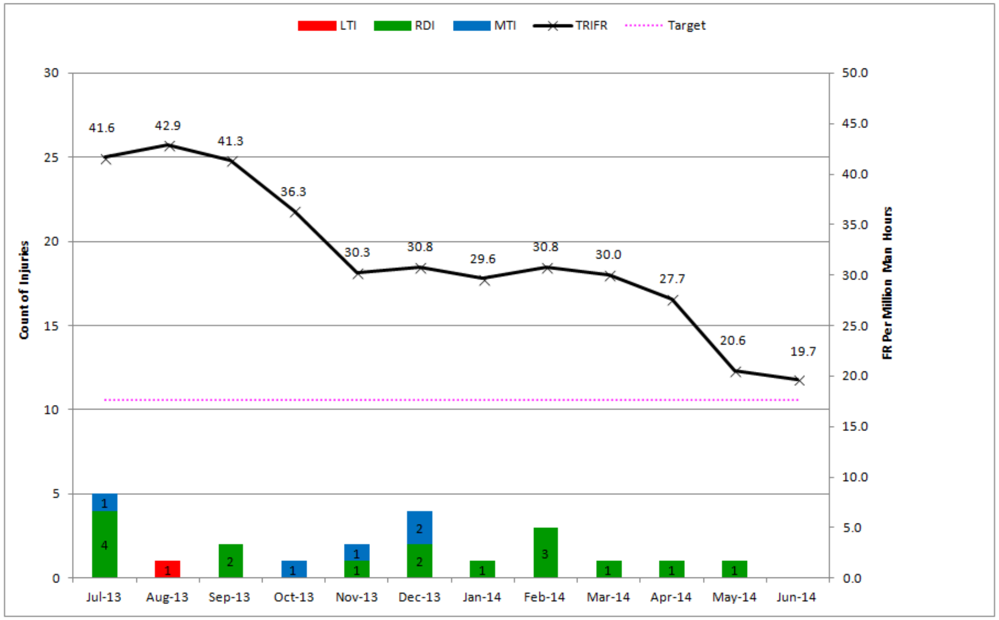

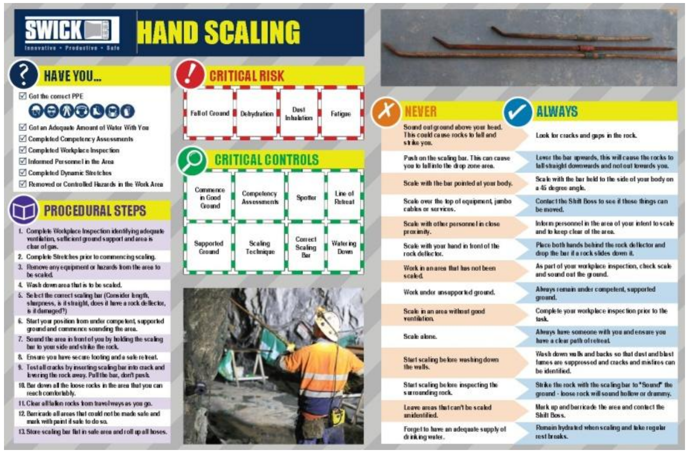

- Companywide TRIFR continued to trend down over 50% YOY
- Visible Workplace Checklists and Snapshots of Procedures
- At the rig video procedures introduced
- Physiology and bio-mechanics study of manual handling tasks
- Critical Control Plans introduced

Results Overview FY2014

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Operational Performance	FY14	FY13	% Change
Total Metres Drilled	1,138,401	1,412,803	-19%
Total Rigs in Fleet (Period end)	81	78	4%
Total Rigs in Use (Period End)	55	54	2%
Consolidated Revenue ($m)	117.2	145.6	-19%
Consolidated Revenue per Metre ($/metre)	102.93	103.02	0%
Total Employees	604	615	-2%
Financial Performance	**FY14**	**FY13**	**% Change**
Revenue ($m)	117.2	145.6	-19%
EBITDA ($m)	16.4	30.2	-46%
EBIT ($m)	3.2	15.8	-80%
Net Profit After Tax ($m)	1.5	11.3	-86%
Earnings Per Share - cents	0.71	4.85	-85%
EBITDA %	14.0%	20.7%	-33%
EBIT %	2.7%	10.8%	-75%
NPAT %	1.3%	7.8%	-83%
Net Assets ($m)	108.0	109.8	-2%
Cash ($m)	4.2	20.9	-80%
Debt ($m)	20.8	22.5	-7%
Net Debt ($m)	16.7	1.6	941%
Operating Cashflow ($m)	11.5	36.3	-68%
Free Cashflow ($m)	-9.8	15.0	-166%

* some table numbers may not add due to rounding

- Total metres ↓ 19% YOY
- Revenue ↓ 19% YOY
- EBITDA ↓ 46% YOY
- EBITDA % ↓ 33% YOY
- NPAT ↓ 86% YOY
- Tough Operating Environment
- Significant discounts offered to clients (avge 10%)
- Strategic Initiatives continued
- Invested in Orexplore AB
- Invested in HQ property
- Continued Buyback in 1H 14

Balance Sheet - Strategic Capital Allocation

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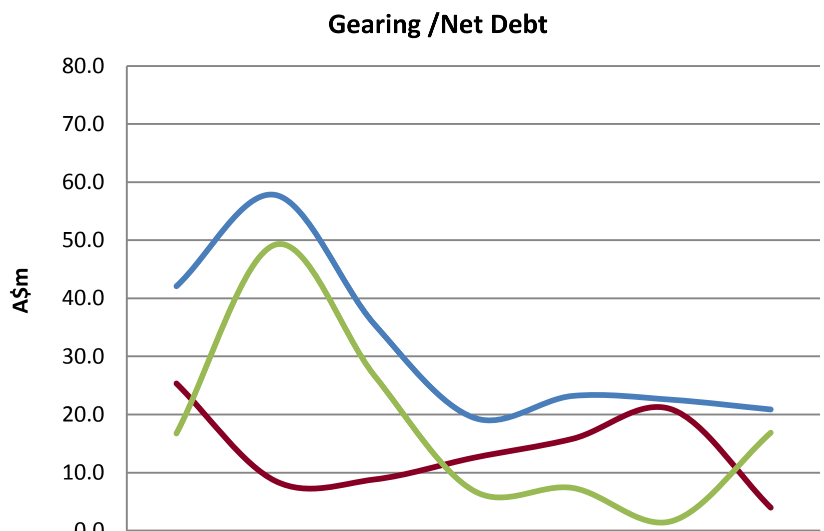
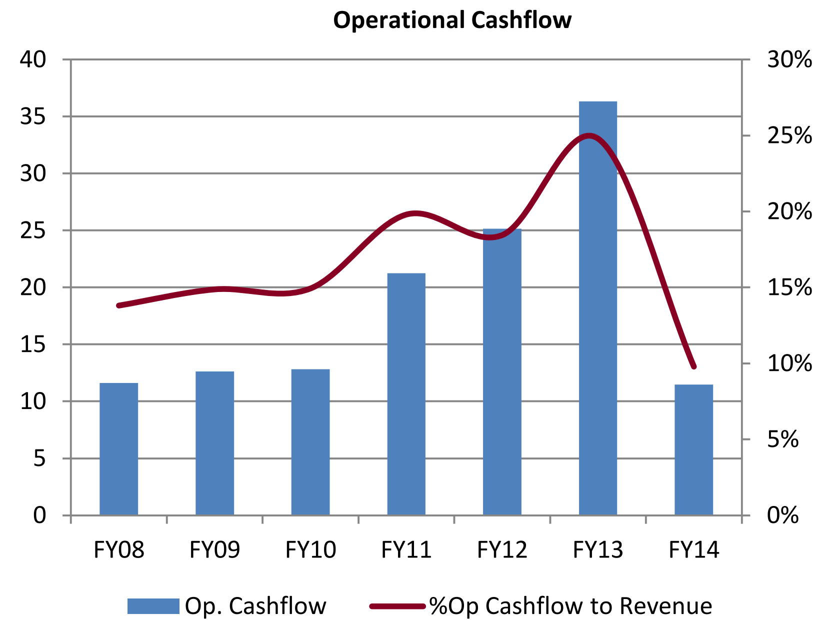
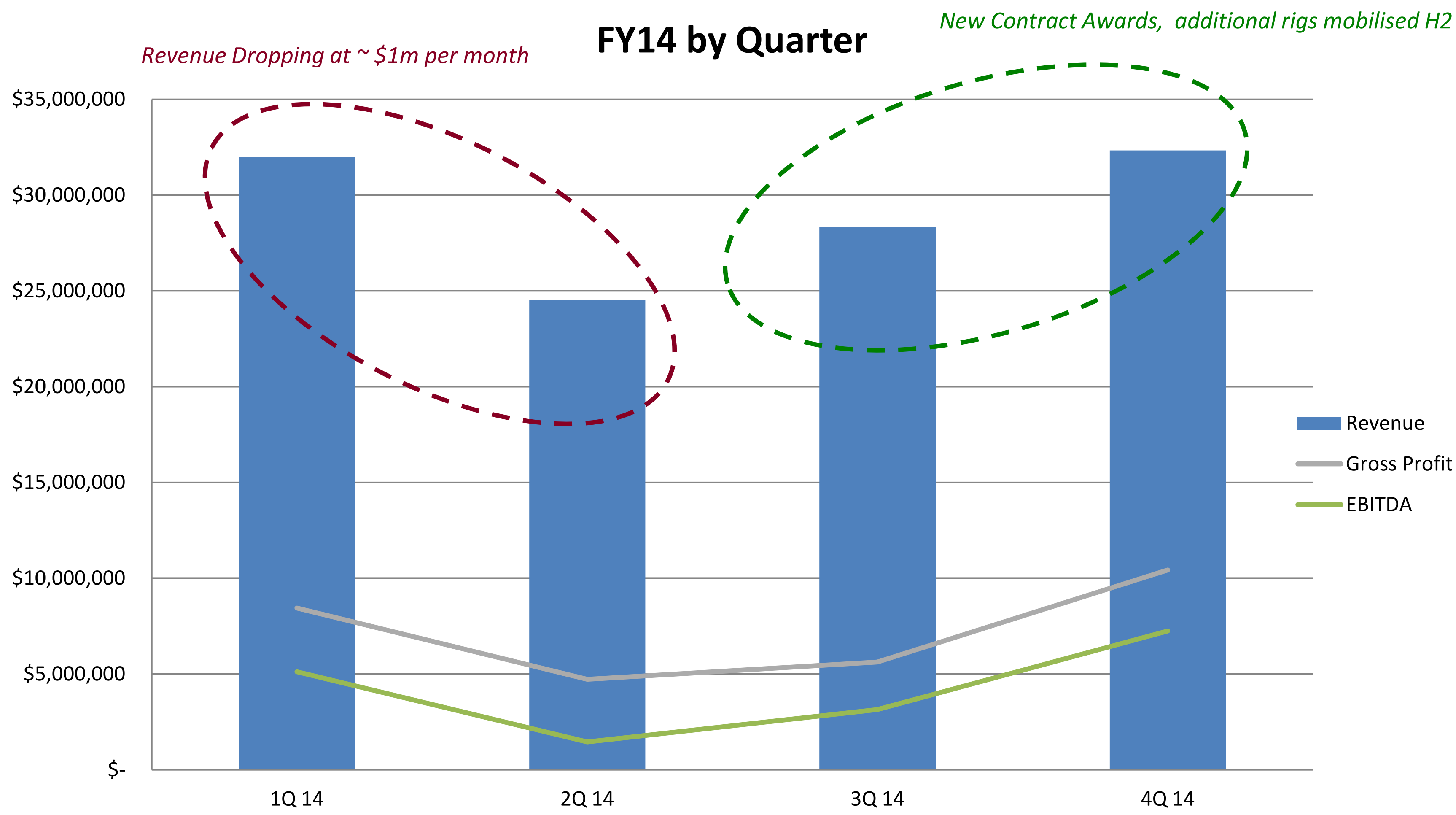


	FY08	FY09	FY10	FY11	FY12	FY13	FY14
Debt (A$m)	42.1	57.8	35.5	19.4	23.2	22.5	20.8
Cash (A$m)	25.3	8.5	8.8	12.6	15.8	20.9	4.0
Net Debt (A$m)	16.7	49.3	26.7	6.9	7.4	1.7	16.9

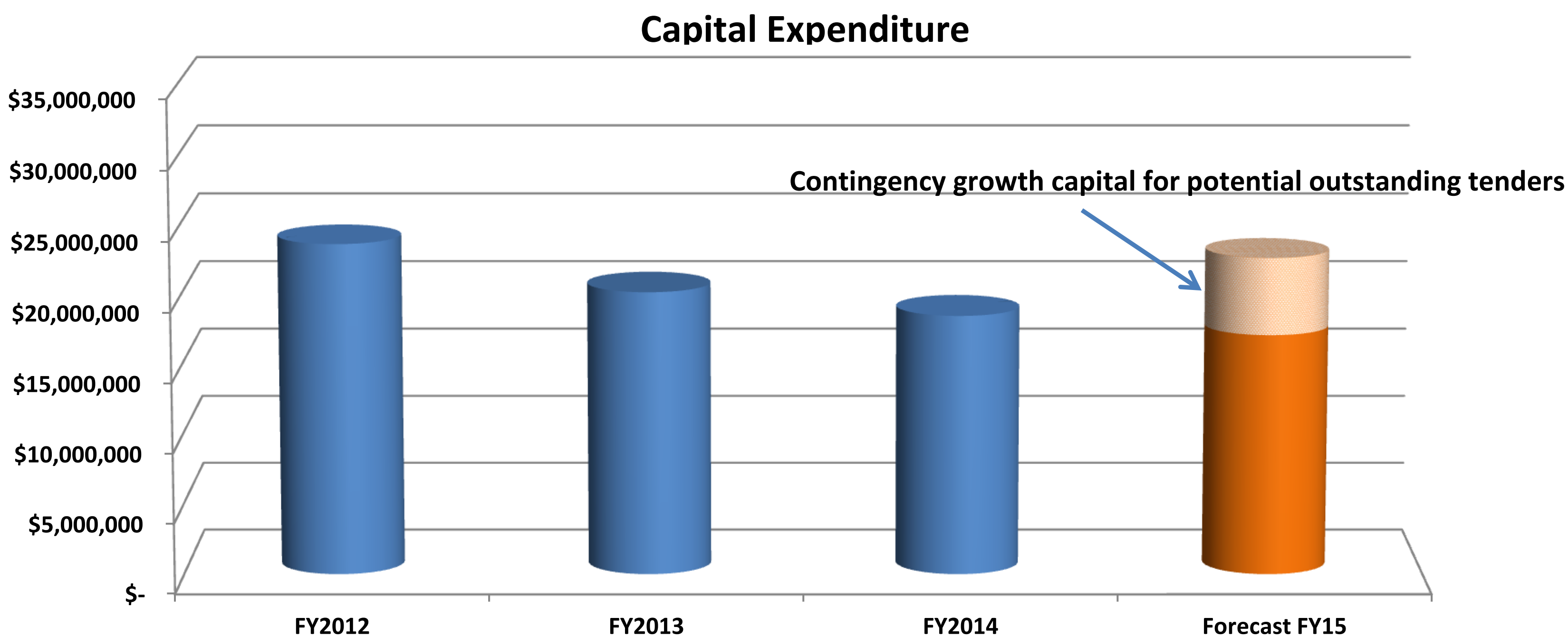


- Investing in internal R&D to meet the Company's Strategic Objective
- Share Buyback undertaken during the first half of FY14 – total over 18 month period of ~21.5m shares (9%)
- Returning capital to shareholders via dividends and share buy back
- Strategic Investment in future Mineral Information Technology – Orexplore AB

FY14 – A tale of two halves

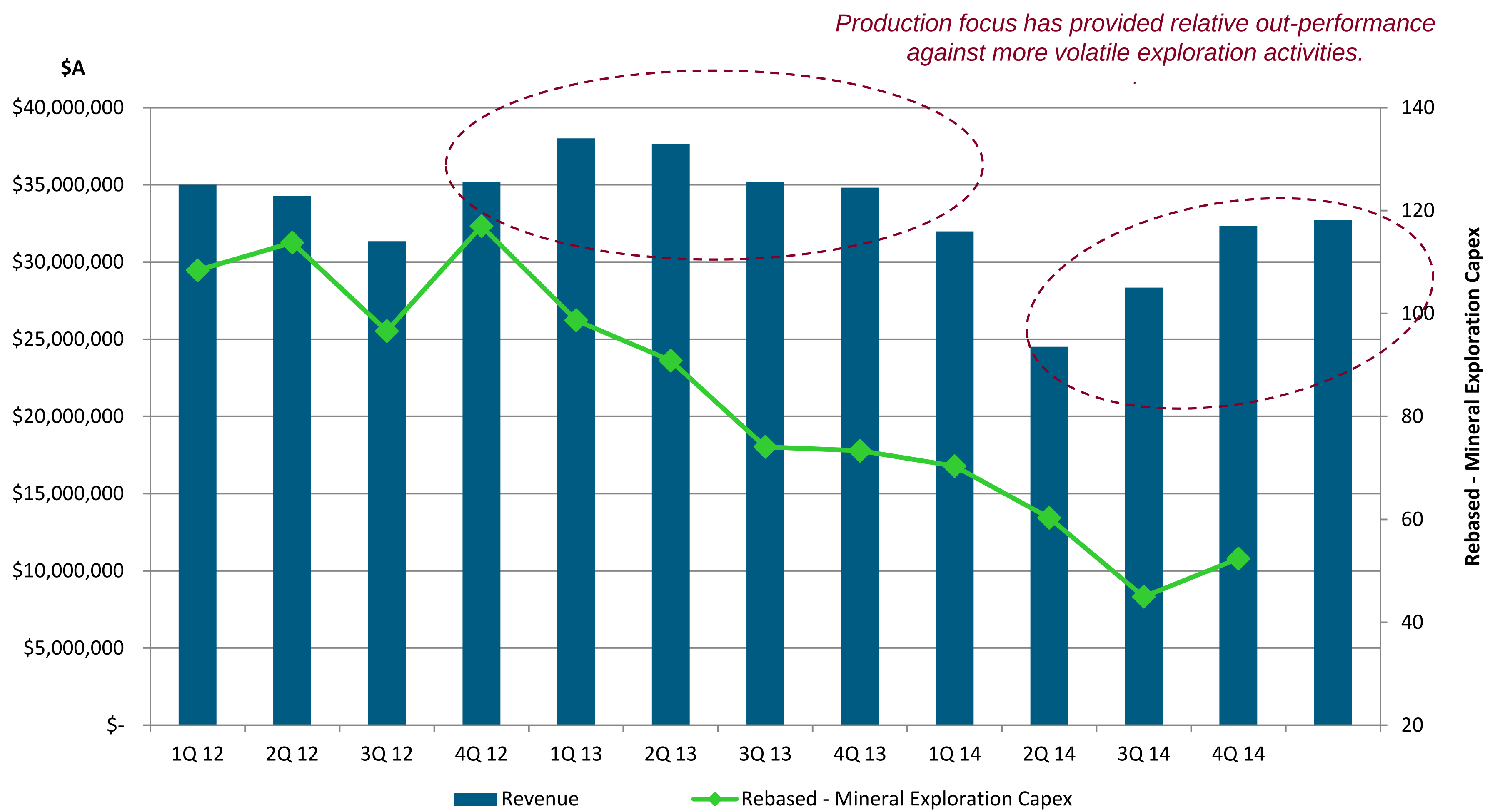


Capital Expenditure



- Orexplore commitment FY15 ~ AUD $1m
- Rig Integration Project commences 3Q 15 ~ $3.8m over FY15 (14 rigs upgraded – 7 per quarter)
- Contingency of $5m for five additional UD builds dependant on tender results.

Swick Objective is Resistance to the Exploration Cycle



Swick's Strategy to Decouple from Peer Performance

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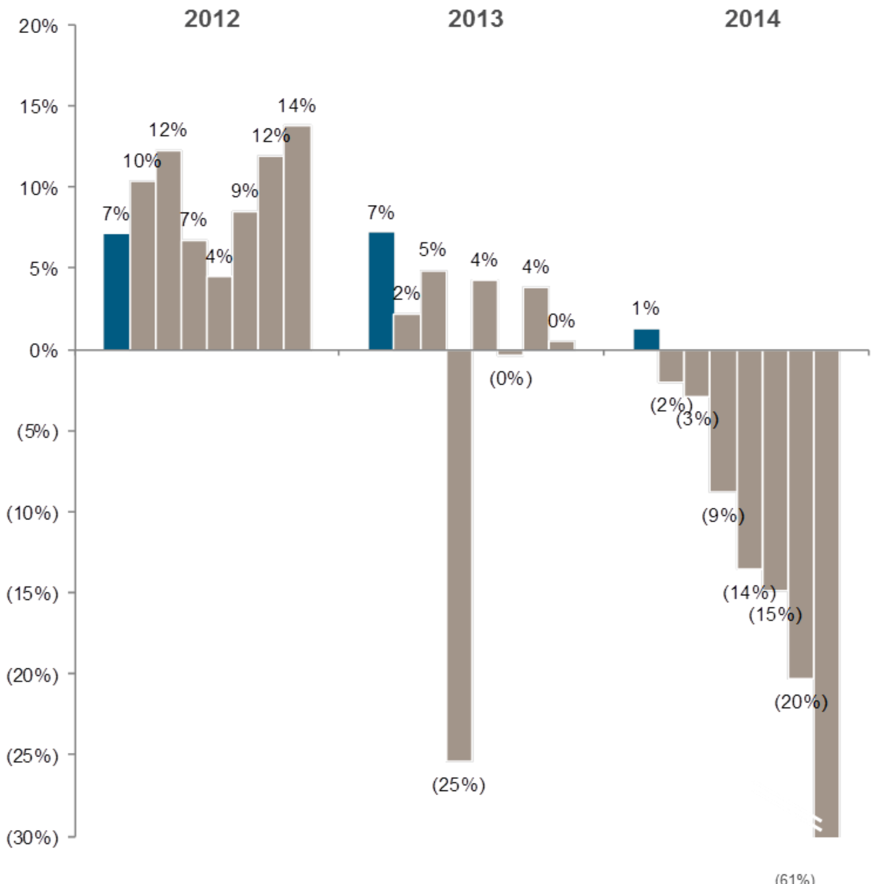
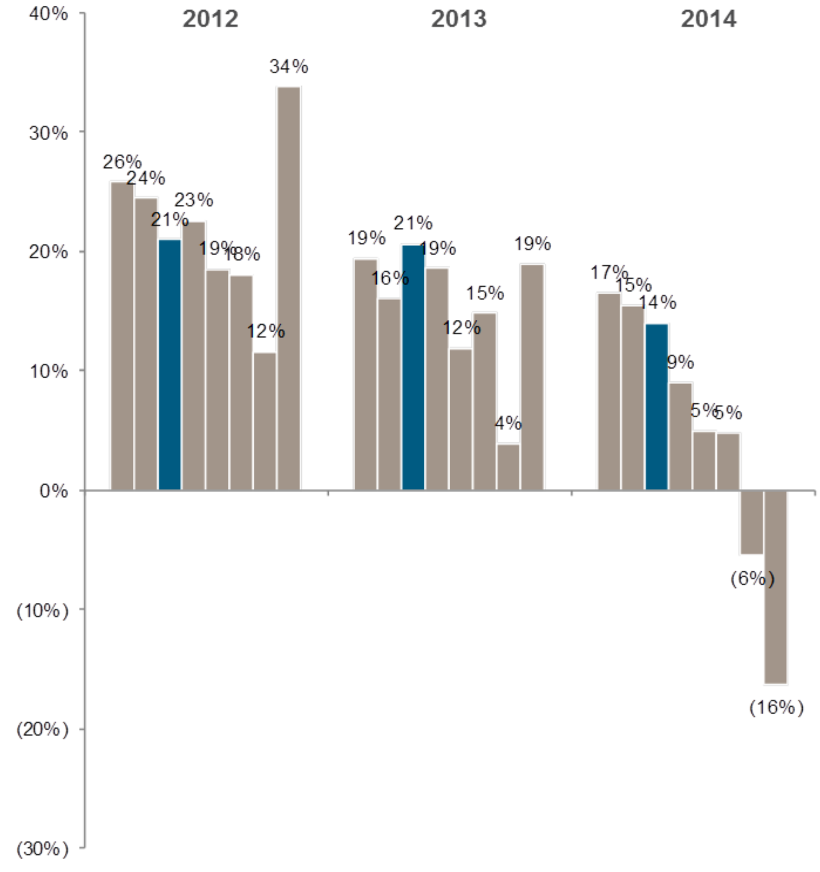
NPAT / Revenue Relative to Peers

EBITDA / Revenue Relative to Peers





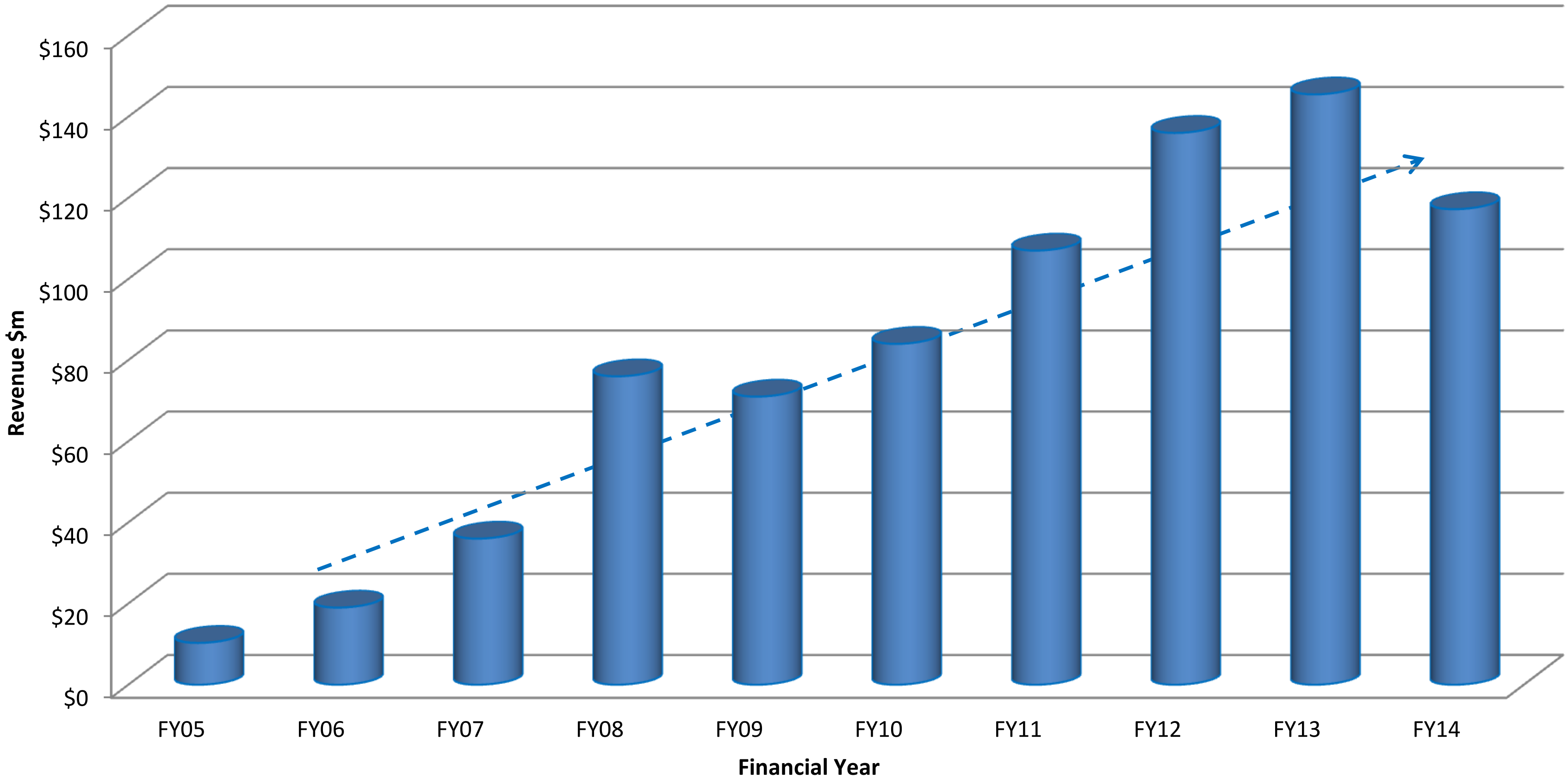
■ Swick

■ Peer Group Including: Foraco, Capital Drilling, Orbit Garant, Energold, Boart Longyear, Major Drilling, Geodrill

History of Organic Revenue Growth

Since introducing the mobile underground diamond drill in June 2004, SWK has achieved;

- **Compound Annual Growth Rate of 28%**
- **Absolute Growth > 1000%**



Strategic Value Creation

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'Providing lower costs to our clients will yield better results for our shareholders'

At Swick we believe that –

- Market Share is critical – but with the right clients
- Long term margin is achieved internally not externally
- Safety is an investment not a cost
- Productivity is never optimised
- Non-productive time can be reduced
- Equipment can be more reliable, more powerful and more versatile
- Employees can always be more efficient
- Our drilling methods can always be improved
- Innovation is a Strategy
- The Strategic Journey is as important as the Goal

The Strategic Value Chain

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'Double the metres per Manhour'

Sector Leading Results

Vision → Strategy → Execution → Customer → Financials

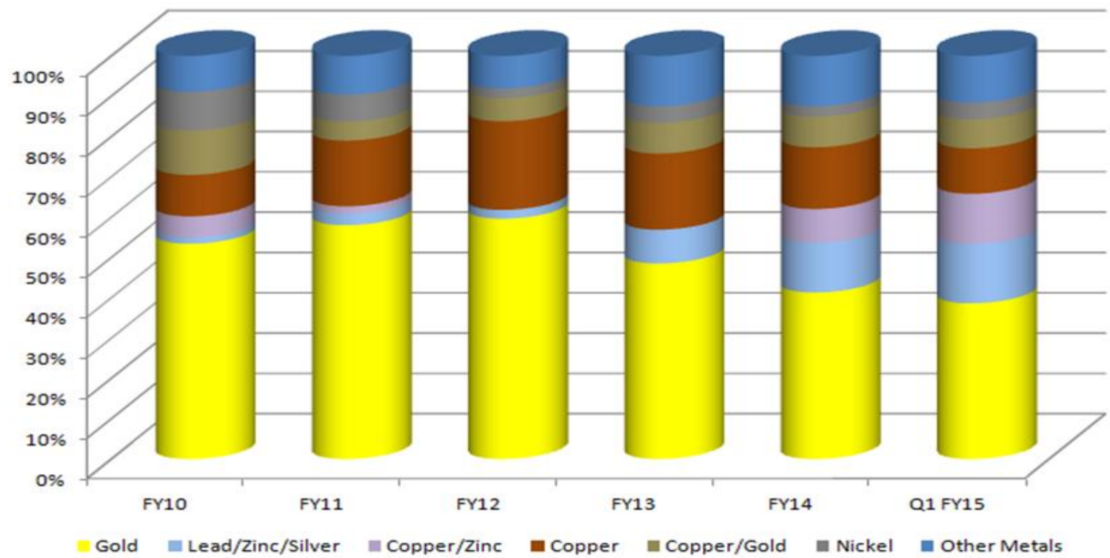
Strategic R&D Initiatives

Exceed Customer Expectations – Price, Quality

Target of 50% improved productivity, 25% reduction in manning = 1.50/0.75 = 2 x

1Q FY15 Operational Update

Operational Performance	1QFY15	1QFY14	% Change
Total Metres Drilled	330,288	312,252	6%
Total Rigs in Fleet (Period end)	81	81	0%
Total Rigs in Use (Period End)	57	50	14%
Consolidated Revenue ($m)	32.7	32.0	2%
UD Metres Drilled	242,794	214,143	13%
UD Rigs in Fleet (Period end)	67	67	0%
UD Rigs in Use (Period End)	50	45	11%
Total Employees	619	556	11%



- Total Revenue up 2% on prior corresponding period (pcp)
- Total rigs in use up 14% on pcp to 57 from a fleet of 81
- Meters drilled up 13% for Underground Rigs and 6% overall compared to pcp
- Commodity spread continues to move away from Gold in line with decline in this sector

Rigs at Work and Fleet Utilisation

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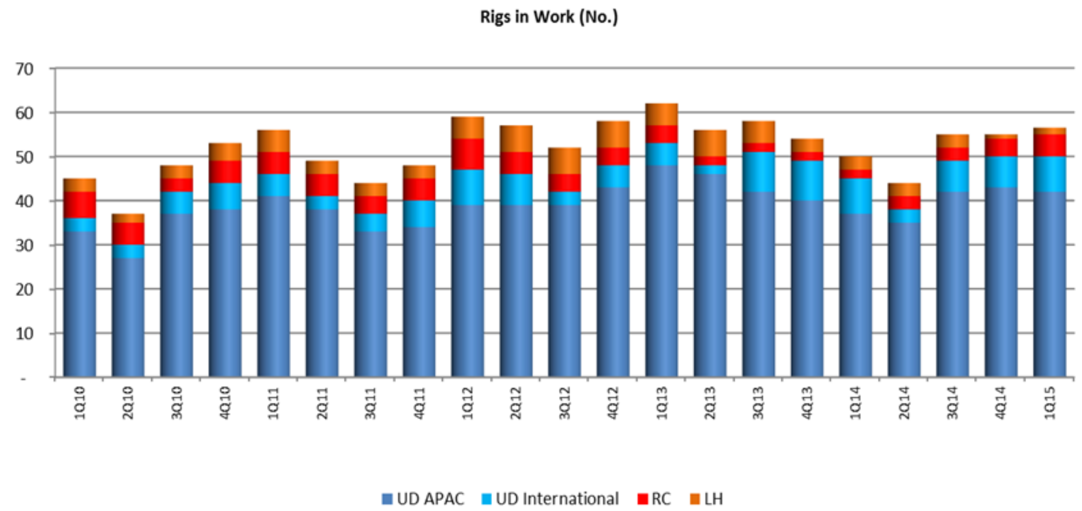

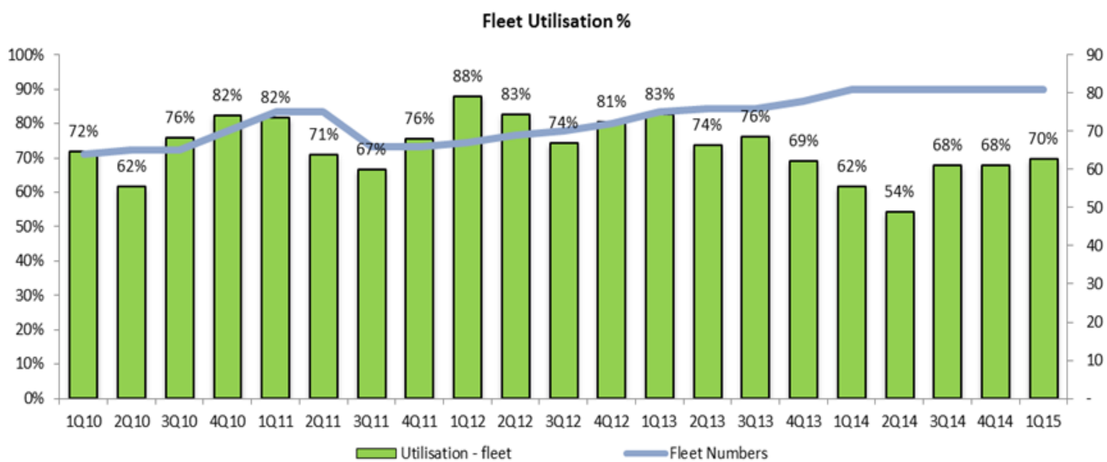

At End of Q1 FY15;

- Fleet Utilisation at 70%, up from 62% for the pcp.
- UD fleet at 75% utilisation, up from 67% for the pcp.
- RC fleet at 71% utilisation, up from 29% for the pcp.
- LH fleet at 21% utilisation, down from 43% for the pcp.
- Numerous tendering opportunities remain
- Operating at 24 mine sites for 20 mining clients globally.

Metres Drilled and Average Revenue Per Operating Rig

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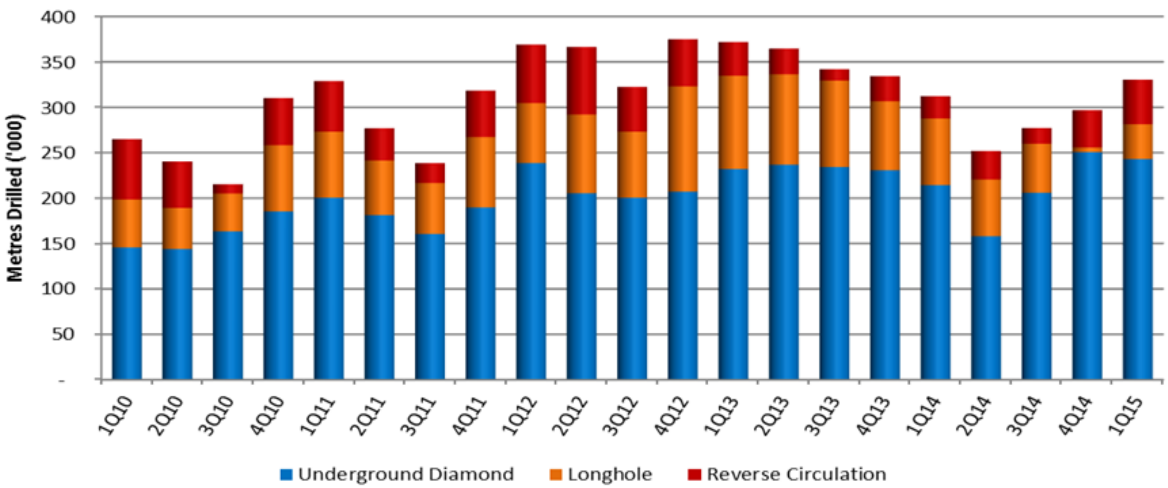
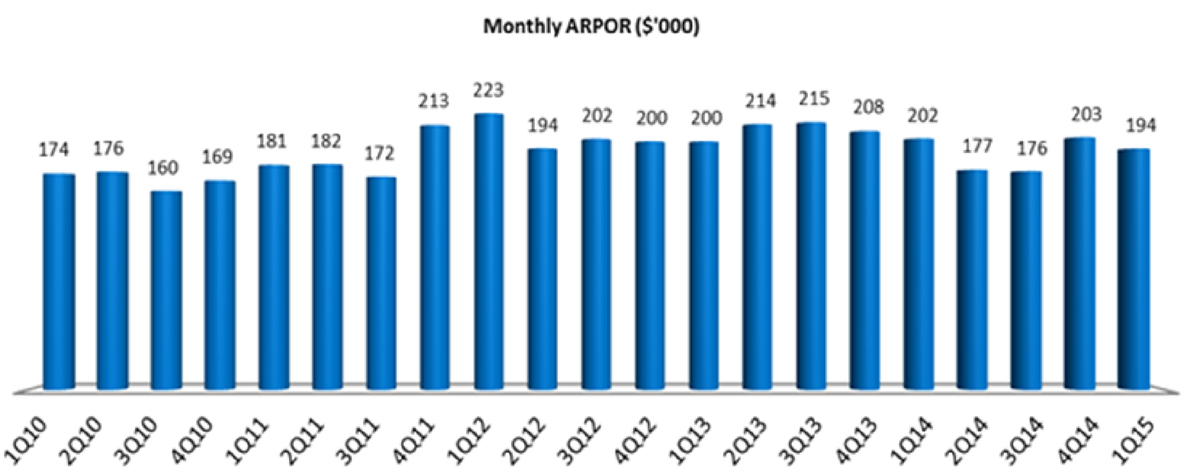
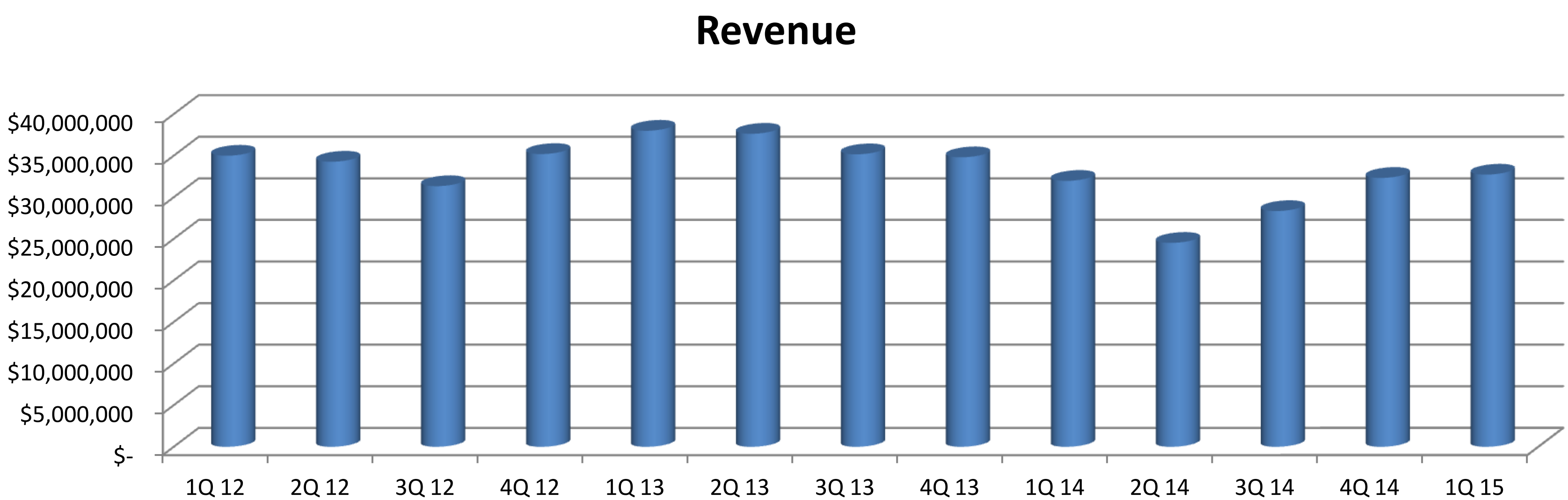




- 1Q FY15 metres drilled up 6% to 330,300 meters on pcp. By Division UD 13% up, LH 48% down and RC 100% increase.
- Investment in R&D targeted on UD division which represents over 85% of total revenue
- 1QFY15 period there was some de-mobilization and re-mobilization activity which led to a slightly lower ARPOR for the period.

Order Book as at 30 September 2014 stands at $162m, however the Company advises that it is awaiting results on many significant tenders that have the potential to materially increase the work in hand.

Outlook for FY15



- Due to inherent uncertainty in the drilling markets, Swick is cautious about updating guidance at this stage.
- Market remains volatile and competitive, however activity levels appear to be improving.
- There is potential for improved rig utilisation in the second half if successful with outstanding tenders.
- Rig Integration Project (technology embedded on rig) commences Jan 2015 all rigs to upgraded by June 2017

Thank You