

15 DECEMBER 2014

SUCCESSFUL \$125M DEBT REFINANCING

Ausdrill Limited (**ASX: ASL**) (“**Ausdrill**” or “**the Company**”) today announces that it has successfully refinanced its senior bank facilities, and secured a new dual currency syndicated debt facility.

The new debt facility, which matures in March 2018, is with a number of leading lending institutions in the Australian banking market.

The facility will provide funding to refinance all amounts outstanding under the Company's existing \$300m syndicated debt facility. Ausdrill's focus on cash flow generation and its strategy of deleveraging has resulted in surplus headroom which has been cancelled as part of the refinancing to further reduce finance charges.

Ausdrill's refinancing continues to provide the Company with a prudent level of headroom in addition to sufficient funding capacity to meet anticipated capital expenditure requirements. The facility contains customary conditions precedent to funding which it is currently completing. Attached is a summary of the refinancing outcomes.

Ausdrill's Chief Financial Officer, José Martins, said:

“Ausdrill's refinancing and extension of the senior bank facility was strongly supported by our existing banking relationships as well as a number of new lenders. We have concluded the refinancing with a high quality lending group and achieved our principal objectives which were:

- *to reduce the existing \$300m facility to \$125m;*
- *a material reduction in our finance charges, achieving savings in the order of \$2.2m per annum;*
- *an extension of the maturity profile with Ausdrill's next material maturity now not due until March 2018; and*
- *increased flexibility and covenant headroom.*

“Our relatively conservative approach to debt, as well as the strength of our credit standing, was recognised by our lenders and reflected in their strong support for the refinancing.”

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 4,500 staff worldwide.

For further information, please contact:

*Ron Sayers
Managing Director
Ausdrill Limited
Tel: +618-9311 5666*

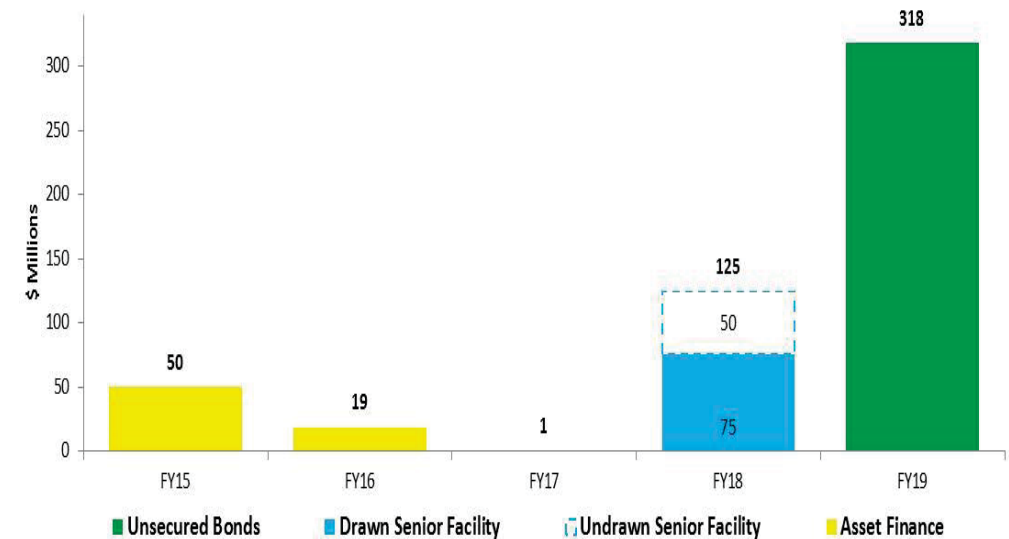
*José Martins
Chief Financial Officer
Ausdrill Limited
Tel: +618-9311 5666*

*David Ikin
Professional Public Relations
Tel: +618-9388 0944*

Refinancing Overview

- Ausdrill's refinancing experienced strong support from its existing relationship banks as well as a number of new lenders
- Ausdrill's refinancing delivers:
 - Material reduction in finance costs;
 - Extension of maturity profile providing certainty;
 - Prudent headroom and liquidity; and
 - Increased covenant flexibility.
- Ausdrill's next material maturity is not due until March 2018
- Ausdrill continues to operate within its financial policies as well as being comfortably within its financial covenants

Maturity Profile – Pro forma 30 June 2014



Revised Key Financial Covenants – Pro forma 30 June 2014

EBITDA / Net Interest Expense

Net Secured Debt / EBITDA

Net Debt / (Net Debt + Equity)

