

29 October 2010

The Manager
Company Announcements Office
ASX Limited
Level 4
20 Bridge Street
SYDNEY NSW 2000

Ausdrill Limited

6-12 Uppsala Place Canning Vale WA 6155 PO Box 1540 Canning Vale WA 6970

T: 08 9311 5666 F: 08 9311 5667 www.ausdrill.com.au ABN: 95 009 211 474

MARKET ANNOUNCEMENT

Nzema Gold Project

Mining Contract Awarded to Ausdrill Subsidiary AMS Ghana

Through its wholly owned subsidiary African Mining Services (AMS), Ausdrill Limited (ASX: ASL) announces that it has received a Letter of Intent from Adamus Resources Limited to award a mining contract for the Nzema Gold Project, located in Ghana, West Africa.

The contract, which is expected to commence pre-production in November 2010, will generate approximately USD\$58M in revenue over 36 months.

The mining contract is for drilling and blasting, loading and hauling ore and waste, crusher feed and pit dewatering. AMS expects to employ approximately 100 personnel when the works are in full production for a total material movement of approximately 24.5Mt.

AMS currently performs exploration and grade control drilling services for Adamus at Nzema.

Ausdrill Managing Director, Mr Ron Sayers, said "The Nzema mining contract extends our long association with Adamus in Ghana. The personnel and majority of equipment required for the mining contract will be provided by AMS from its current resources".

For further information, please contact:

Mr Ron Sayers Mr José Martins

Managing Director General Manager-Corporate Finance and Investor Relations

Ausdrill Limited Ausdrill Limited
Tel: +618-9311 5666 Tel: +618-9311 5666