Rule 2.7, 3.10.3, 3.10.4, 3.10.5

Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

 $Introduced \ o1/o7/96 \ \ Origin: Appendix \ 5 \ \ Amended \ o1/o7/98, \ o1/o9/99, \ o1/o7/o0, \ 30/o9/o1, \ 11/o3/o2, \ o1/o1/o3, \ 24/10/o5, \ o1/o8/12$

Name of entity	
Ausdrill Limited	
ABN 95 009 211 474	
We (the entity) give ASX the following	ing information.
Part 1 - All issues You must complete the relevant sections (att	ach sheets if there is not enough space).
[†] Class of *securities issued or to be issued	Fully paid ordinary shares in the capital of Ausdrill Limited (Ordinary Shares)
Number of *securities issued or to be issued (if known) or maximum number which may be issued	100,001 Ordinary Shares
Principal terms of the *securities (eg, if options, exercise price and expiry date; if partly paid *securities, the amount outstanding and due dates for payment; if *convertible securities, the conversion price and dates for conversion)	The same as the terms of existing Ordinary Shares.
+ See chapter 19 for defined terms.	

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4	Do the *securities rank equally in all respects from the date of allotment with an existing *class of quoted *securities? If the additional securities do not rank equally, please state: • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment	Yes
5	Issue price or consideration	100,001 shares at \$1.4414 per Ordinary Share
6	Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)	Issued upon exercise of options with an expiry date of 12 November 2013, issued pursuant to the 2008 Ausdrill Limited Employee Share Option Plan.
6a	Is the entity an *eligible entity that has obtained security holder approval under rule 7.1A? If Yes, complete sections 6b – 6h in relation to the *securities the subject of this Appendix 3B, and comply with section 6i	No
6b	The date the security holder resolution under rule 7.1A was passed	N/A
6c	Number of *securities issued without security holder approval under rule 7.1	N/A

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⁺ See chapter 19 for defined terms.

6d	Number of *securities issued with security holder approval under rule 7.1A	N/A	
6e	Number of *securities issued with security holder approval under rule 7.3, or another specific security holder approval (specify date of meeting)	N/A	
6f	Number of securities issued under an exception in rule 7.2	N/A	
6g	If securities issued under rule 7.1A, was issue price at least 75% of 15 day VWAP as calculated under rule 7.1A.3? Include the issue date and both values. Include the source of the VWAP calculation.	N/A	
6h	If securities were issued under rule 7.1A for non-cash consideration, state date on which valuation of consideration was released to ASX Market Announcements	N/A	
6i	Calculate the entity's remaining issue capacity under rule 7.1 and rule 7.1A – complete Annexure 1 and release to ASX Market Announcements	N/A	
7	Dates of entering *securities into uncertificated holdings or despatch of certificates	14 November 2012	
		Number	+Class
8	Number and *class of all *securities quoted on ASX (including the securities in section 2 if applicable)	309,318,628	Ordinary shares fully paid

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⁺ See chapter 19 for defined terms.

9 Number and *class of all *securities not quoted on ASX (including the securities in section 2 if applicable)

Number	+Class
2,766,677	Employee Options
	(exercisable at
	exercise prices of
	between \$1.2914 and
	\$4.15, with expiry
	dates ranging from
	12 November 2013 to
	21 July 2016)
1,000,000	Incentive Options
	issued to WM King
	(exercisable at an
	exercise price of
	\$4.21, with an expiry
	date of 8 July 2016)
4,000,000	SARs issued to
,	RG Sayers on the
	terms set out in
	schedule 1 to the
	Ausdrill Limited
	Notice of Annual
	General Meeting 2011

Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests) As per existing Ordinary Shares.

Part 2 - Bonus issue or pro rata issue

11	Is security holder approval required?	Part 2 not applicable
12	Is the issue renounceable or non-renounceable?	
13	Ratio in which the *securities will be offered	
14	⁺ Class of ⁺ securities to which the offer relates	
15	⁺ Record date to determine entitlements	

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⁺ See chapter 19 for defined terms.

16	Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	
17	Policy for deciding entitlements in relation to fractions	
18	Names of countries in which the entity has *security holders who will not be sent new issue documents	
	Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7.	
19	Closing date for receipt of acceptances or renunciations	
20	Names of any underwriters	
21	Amount of any underwriting fee or commission	
22	Names of any brokers to the issue	
23	Fee or commission payable to the broker to the issue	
24	Amount of any handling fee payable to brokers who lodge	
	acceptances or renunciations on	
	behalf of *security holders	
25	If the issue is contingent on	
2)	*security holders' approval, the	
	date of the meeting	
26	Date entitlement and acceptance	
20	form and prospectus or Product	
	Disclosure Statement will be sent	
	to persons entitled	

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⁺ See chapter 19 for defined terms.

Appendix 3B New issue announcement

27	If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders	
28	Date rights trading will begin (if applicable)	
29	Date rights trading will end (if applicable)	
30	How do *security holders sell their entitlements <i>in full</i> through a broker?	
31	How do *security holders sell part of their entitlements through a broker and accept for the balance?	
32	How do *security holders dispose of their entitlements (except by sale through a broker)?	
33	⁺ Despatch date	

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⁺ See chapter 19 for defined terms.

Type of securities (tick one) (a) Securities described in Part 1 (b) All other securities Example: restricted securities at the end of the escrowed period, partly paid securities that become fully employee incentive share securities when restriction ends, securities issued on expiry or conversion of converse securities that have ticked box 34(a) Additional securities forming a new class of securities Tick to indicate you are providing the information or documents 35 If the *securities are *equity securities, the names of the 20 largest holders of additional *securities, and the number and percentage of additional *securities held by those holders 36 If the *securities are *equity securities, a distribution schedule of the additional *securities setting out the number of holders in the categories 1 - 1,000	tation of securities	Part 3 - Qi You need only c
(b) All other securities Example: restricted securities at the end of the escrowed period, partly paid securities that become fully employee incentive share securities when restriction ends, securities issued on expiry or conversion of conversecurities Entities that have ticked box 34(a) Additional securities forming a new class of securities Tick to indicate you are providing the information or documents If the *securities are *equity securities, the names of the 20 largest holders of additional *securities, and the number and percentage of additional *securitied held by those holders If the *securities are *equity securities, a distribution schedule of the addition *securities setting out the number of holders in the categories 1 - 1,000 1,001 - 5,000 5,001 - 100,000 100,001 - 100,000 100,001 and over A copy of any trust deed for the additional *securities		
Example: restricted securities at the end of the escrowed period, partly paid securities that become fully employee incentive share securities when restriction ends, securities issued on expiry or conversion of converse securities. Entities that have ticked box 34(a) Additional securities forming a new class of securities Tick to indicate you are providing the information or documents If the *securities are *equity securities, the names of the 20 largest holders of additional *securities, and the number and percentage of additional *securitied by those holders If the *securities are *equity securities, a distribution schedule of the additional *securities setting out the number of holders in the categories 1 - 1,000 1,001 - 5,000 5,001 - 10,000 10,001 - 100,000 100,001 and over A copy of any trust deed for the additional *securities		(a)
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Tick to indicate you are providing the information or documents 35		Entities that
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additional *securities, and the number and percentage of additional *securities held by those holders If the *securities are *equity securities, a distribution schedule of the addition *securities setting out the number of holders in the categories 1 - 1,000 1,001 - 5,000 5,001 - 10,000 10,001 - 100,000 100,001 and over A copy of any trust deed for the additional *securities		
+securities setting out the number of holders in the categories 1 - 1,000 1,001 - 5,000 5,001 - 10,000 10,001 - 100,000 100,001 and over A copy of any trust deed for the additional +securities	_	35
		36
Entities that have ticked box 34(b)	ıl ⁺ securities	37
		Entities that
Number of securities for which †quotation is sought		,
39 Class of *securities for which quotation is sought		,

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⁺ See chapter 19 for defined terms.

40	Do the *securities rank equally in all respects from the date of allotment with an existing *class of quoted *securities? If the additional securities do not rank equally, please state:		
	 the date from which they do the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment 		
	• the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment		
41	Reason for request for quotation now		
	Example: In the case of restricted securities, end of restriction period		
	(if issued upon conversion of another security, clearly identify that other security)		
		Number	+Class
42	Number and *class of all *securities quoted on ASX (including the securities in clause 38)		

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⁺ See chapter 19 for defined terms.

Quotation agreement

- ⁺Quotation of our additional ⁺securities is in ASX's absolute discretion. ASX may quote the ⁺securities on any conditions it decides.
- 2 We warrant the following to ASX.
 - The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
 - There is no reason why those *securities should not be granted *quotation.
 - An offer of the *securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

- Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any *securities to be quoted and that no-one has any right to return any *securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the *securities be quoted.
- If we are a trust, we warrant that no person has the right to return the
 +securities to be quoted under section 1019B of the Corporations Act at
 the time that we request that the +securities be quoted.
- We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.
- We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before 'quotation of the 'securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

Sign here: Date: 14 November 2012

(Director/Company secretary)

Print name: Domenic Santini

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⁺ See chapter 19 for defined terms.