



ABN No. 95 009 211 474

DRILLING, BLASTING AND EXPLORATION

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13 August 2007
The Manager
Company Announcements Office
Australian Stock Exchange Limited
Level 10, 20 Bond Street
Sydney NSW 2007

Ausdrill Limited wishes to announce that:

- (a) Since the announcement dated 15 May 2007 other parties have expressed interest in acquiring all of the shares in Ausdrill,
- (b) Discussions with one of the parties are continuing,
- (c) Discussions with the party referred to in the announcement dated 15 May 2007 have ceased ,

There is no certainty that the continuing discussions will develop any further or lead to an offer or proposal being put to Ausdrill shareholders.

The company anticipates being in a position to inform the market of the outcome of these discussions early in September 2007.

If you have any queries in relation to this announcement please contact
Mr Terrence O'Connor AM QC on 93115666

T E O'CONNOR AM QC

CHAIRMAN