



## ASX RELEASE

30 June 2015

### Mitchell Services completes Entitlement Offer

On 9 June 2015, Mitchell Services Limited (**Mitchell Services**) announced that it intended to raise approximately \$8.42 million through a 4 for 7 pro rata non-renounceable entitlement offer at an offer price of \$0.017 to existing shareholders of fully paid ordinary shares in Mitchell Services.

The Entitlement Offer was fully underwritten by Morgans Corporate Limited (**Underwriter**).

Mitchell Services today announces that the Entitlement Offer closed at 5.00pm (AEST) on 26 June 2015 and that it received valid applications for shareholder's entitlements of approximately \$6.95million (approx. 409 million new shares), and applications for additional shares under the top up facility of approximately \$0.7million (approx. 43 million new shares). This represents a total take up under the Entitlement Offer of 91% of available shares and a shortfall of approximately 43 million shares.

Shareholders who submitted valid applications for their entitlements will receive their entitlements in full. Applications for additional shares under the top up facility have been scaled back only in respect of certain applicants that applied for many multiples of their entitlement, relative to each applicant's entitlement and subject to a minimum amount.

The offer was fully sub-underwritten and the shortfall (following the scale back) of approximately \$0.8 million (approx. 47 million shares) will be allotted to sub-underwriters.

The proceeds of the Entitlement Offer will be applied towards partial funding of the acquisition of assets from the receivers of Nitro Drilling Pty Limited (Receivers and Managers appointed) (In Liquidation) (**Nitro Drilling**). Settlement for the purchase of the assets of Nitro Drilling is scheduled for Monday 6 July 2015. The Nitro assets include 25 drilling rigs, including 20 Tier 1 rigs, 3 grouting units and an extensive array of other support equipment and inventory.

Executive Chairman of Mitchell Services Mr Nathan Mitchell said that the acquisition of the Nitro assets would consolidate Mitchell Services' position as a leading provider in the Eastern States drilling market, following the 2014 acquisition of the assets of Tom Browne Drilling Services.

"Following this attractive acquisition, Mitchell Services will have the largest modern fleet of its kind in Eastern Australia and one of the larger fleets in Australia. This will strengthen our ability to deliver on our vision of being Australia's leading provider of drilling services to the global exploration, mining and energy industries" Mr Mitchell said.

A handwritten signature in black ink, appearing to read "Greg Switala", with a long horizontal flourish extending to the right.

Greg Switala  
Company Secretary