



ASX Announcement
9 August 2012

ASX: DSB

Board of Directors

Gordon Galt – Chairman

Stephen Bizzaca – Managing
Director – CEO

Glyn Dawkins – Non Executive
Director

Geoffrey Garside – Non
Executive Director

Company Secretary

Tony McFadden

Principal Contact

Stephen Bizzaca – Managing
Director – CEO

Phone: 02 4629 0300

Tony McFadden – Company
Secretary - CFO

Phone: 02 4629 0300

Registered office

Suite 220, Centric

4 Hyde Parade

Campbelltown NSW 2560

Telephone: 02 4629 0300

Facsimile: 02 4629 0399

Website: www.deltasbd.com.au

To : Australian Securities Exchange
Company Announcement

**Delta SBD commences two new longwall projects
in Queensland**

Delta SBD Limited (ASX code: DSB) is pleased to announce it has commenced the longwall surface builds at BMA's Broadmeadow Mine and Rio Tinto's Kestral Mine Extension. The work for the latter is being undertaken for Caterpillar Global Products (formerly Bucyrus) which is supplying the longwall to Rio Tinto.

Mr Stephen Bizzaca, Delta SBD's Chief Executive Officer, commented: "Both these projects are significant milestones for Delta SBD as the Company continues to develop relationships with two existing customers, BMA and CAT, as well as developing a new relationship with Rio Tinto. BMA's longwall, being a Top Coal version, will give Delta SBD a competitive advantage for this type of project.

"These longwall projects demonstrate our strong capability in this area, and the importance of long term relationships with our customers, he said.

"These contracts also vindicate our decision earlier in the year to invest in new capital equipment to expand our 'fit for purpose' fleet".

Phase One of the project is the surface assembly of the complete longwall system, which will be used by the mine operator to train their personnel on the operation of the longwall. Phase Two is to dismantle the surface assembly, transport and then install the longwall underground. The second phase of the Broadmeadow project is expected to occur in the 2nd Q FY13, while the Kestral project will be completed by the end of the 3rd Q FY13.

Delta SBD's responsibilities include project management, and supply of personnel, equipment and machinery. The majority of the Company's recently expanded longwall diesel machinery will be deployed on these projects, following their successful introduction at the recent Narrabri longwall installation.

“Both of these projects further enhance our ability to undertake installation of the latest longwall technology, ensuring Delta SBD continues to be well-placed to deliver further growth for this type of work,” Mr Bizzaca said.



Photo : Delta SBD 15 Tonne loader with Chock trailer

Yours Faithfully

A handwritten signature in blue ink, appearing to read 'PMcF'.

Tony McFadden
Chief Financial Officer and Company Secretary