

TO CREDITORS AND SUPPLIERS

30 April 2015

Dear Sir/Madam

Re: Pinnacle Drilling Pty Ltd ACN 052 316 579
Pinnacle Drilling Underground Pty Ltd ACN 129 163 837
Zig Zag Investments Pty Ltd ACN 002 053 321
(All Administrators Appointed)
("the Companies")

Neil Cussen and I were appointed Joint and Several Administrators of the Companies on 30 April 2015 pursuant to Section 436A of the Corporations Act 2001.

Please be advised that at this stage, the Administrators are continuing to trade the business whilst we undertake an urgent assessment of the financial position of the Companies. It is our intention to explore all options for the business to continue, this will include advertising the business for sale and seeking offers for the sale of the business as a going concern.

Your continued support of the business is appreciated during this period which is critical to achieving a successful outcome for all creditors.

ONGOING TRADING

Would you please open new account(s) styled accordingly, as follows, and charge future authorised orders to the appropriate account(s):

"Pinnacle Drilling Pty Ltd (Administrators Appointed) ACN 052 316 579"

"Pinnacle Drilling Underground Pty Ltd (Administrators Appointed) ACN 129 163 837"

"Zig Zag Investments Pty Ltd (Administrators Appointed) ACN 002 053 321"

The abovementioned account(s) will be paid in accordance with your usual terms of credit. Please note any security interests you have with the Companies prior to our appointment will not apply to goods supplied as part of transactions on this new account unless specifically agreed to by us in writing and made the subject of a separate registration of the security interest on the Personal Property Security Register ("PPSR").

The Administrators advise we will not accept liability for payment for any goods or services supplied without the authority of the specified authorised signatories, whose names and specimen signatures are shown on the schedule enclosed (as **Annexure A**).

If there are any outstanding or uncompleted orders placed by the Companies prior to our appointment, please contact Will Hanrahan of this office at pinnacledrilling@deloitte.com.au, to obtain written instructions concerning your order.

MEETING OF CREDITORS

We are required to convene a first meeting of creditors within 8 business days following our appointment. Further information regarding the time and place of this meeting will be sent by separate letter.

YOUR DEBT

The effect of our appointment is to place a moratorium on the payment of unsecured creditors' accounts in relation to trading and other debts incurred up to the date of our appointment, until creditors make a decision about each company's future. Creditors with security interests including retention of title creditors will have their entitlements determined in accordance with relevant processes under applicable law.

If you have supplied any goods or collateral in respect of which you have security interest(s) on the PPSR, please send an email detailing the aspects of your claim to Sarah Smith of this office at pinnacledrilling@deloitte.com.au without delay.

Should you have any questions in relation to this matter, please contact Will Hanrahan of this office on (02) 9322 3397 or pinnacledrilling@deloitte.com.au.

Yours faithfully,



Vaughan Strawbridge
Joint and Several Administrator
Encl.

PINNACLE DRILLING PTY LTD ACN 052 316 579
PINNACLE DRILLING UNDERGROUND PTY LTD ACN 129 163 837
ZIG ZAG INVESTMENTS PTY LTD ACN 002 053 321
(ALL ADMINISTRATORS APPOINTED)

AUTHORISED SIGNATORIES

SPECIMEN SIGNATURES

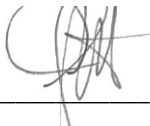
NAME: VAUGHAN STRAWBRIDGE

SIGNATURE:  _____

NAME: NEIL CUSSEN

SIGNATURE:  _____


NAME: TONY WRIGHT

SIGNATURE:  _____

NAME: CHRISTOPHER WOLLINSKI

SIGNATURE:  _____

NAME: PHIL ROBINSON

SIGNATURE:  _____