



Global Flyer

EDITION 3, 2009

Quarterly Update for Shareholders, Customers and Key Suppliers of ADG Global Supply

www.adglobalsupply.com

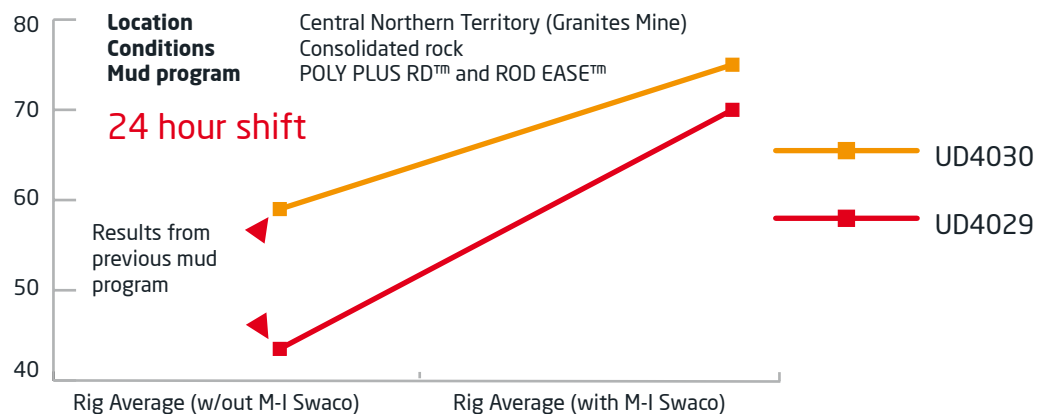
Swick records 63% increase in drilled metres per day!

Swick Mining Services has recorded a 63% increase in drilled metres per day during trials with M-I Swaco drilling fluids at a Northern Territory mine.

The trials, involving two rigs, achieved an average 46% increase in metres per day based on 2 shifts over 24 hours.

Importantly, the M-I Swaco mud program resulted in rod life increase, improved cuttings carrying capabilities, an increased penetration rate and overall rig cost savings.

Full story on page 2



The graph shows the increase per day that two rigs experienced when switching to M-I Swaco drilling fluids. The starting point represents the previous fluid used.



How does today's situation compare with the Great Depression?

By Andy Greathead, CEO

This time last year, the Australian economy was a completely different landscape. We were still enjoying solid growth, and the Australian dollar was reaching unprecedented highs.

But all that changed as economies around the world fell deep into recession.

Here in Australia we've managed to stave off a technical recession, helped in part by over 50 billion Australian dollars in government stimulus packages.

Unjustified scare mongering

I'd like to draw some parallels between the Great Depression of the 1930's and today's situation because, when they are viewed side by side, it becomes apparent that the media have succeeded in scaring everybody a lot more than necessary.

During the Great Depression unemployment reached a record high of 29% in 1932 and there were many incidents of civil unrest, particularly in Australia's largest city, Sydney.

A very different picture

Even before the devastating 1929 crash on Wall Street, unemployment in Australia was already at 10% and the crash signalled the beginning of a severe depression for the whole industrialised world.

By comparison, today's situation presents a rather different picture. In May 2009 the unemployment rate sat at 5.7% and by June 2009 the government announced a 0.4% growth in GDP.

The 1930's recovery was led by a stimulation of the economy in the

United Kingdom, the devaluation of the Australian pound and the abandonment of the Gold Standard. These actions coupled with a 10% cut to award wages in Australia led to a slow revival.

After the economy hit rock bottom in 1932 there was a noticeable increase in industrial output and prosperity, with unemployment reduced to 10% by the start of World War II.

Booms and busts come and go, but excellent businesses do survive and, more importantly, good service will always have a place in industry.

If everybody continues to improve service levels at each and every opportunity, one can expect a speedier return to increased levels of sustained activity and that is good news.



Business development manager appointed

Peter Van Rensburg

Peter Van Rensburg, who has considerable experience in the drilling and mining industries, has been appointed ADG's Business Development Manager for New South Wales.

To be based in Sydney, Peter took up his new post recently after spending some time in our Head Office familiarising himself with our complete range of products and services.

While Peter will be promoting our products and services to companies in various sectors, his initial focus will be on resource companies in NSW, Queensland and further afield.

Hands-on experience

Past experience has seen Peter working with DTH drilling teams before taking up a post with a mining software company.

Subsequently, he was the Sandvik Group's representative for North Africa, Southern Europe and the Middle East, a role which focused on drilling.

This background in various sectors of the industry has given him the hands-on knowledge which is so essential when it comes to giving clients exactly what they need.

Peter is available to discuss your special requirements at your convenience.

He can be contacted at 0439 204 063 or by email: rensburgp@adgglobalsupply.com

How to get the equipment you need **when and where you need it!**

No doubt about it. Having the right equipment and products on site at the right time is critical to achieving your productivity and profit goals.

This is why, over the past 15 years we have worked hard at identifying ways of ensuring that delays are minimised for our clients.

The following are some of the initiatives we have implemented to help minimise delays:

▶ **Supplier partnerships.** Many of the suppliers on our books have been our partners for a long time. Because our team has developed strong relationships with these suppliers, our orders are often filled with the highest priority.

Nurturing our supplier relationships means we can pass on the benefits, both in turnaround time and price, to our clients. It also means delays in delivering equipment are all but eliminated.

▶ **24 hour day.** Our team is available around the clock, ensuring that any orders can be acted on without delay.

▶ **Process management.** We can assist you with inventory analysis, min/max level monitoring and economic order quantity to ensure delays aren't caused by stock not being on hand.

We are also able to conduct critical spares reviews and organise for these items to be in stock at a nearby location, wherever in the world you need them.

▶ **Maximum efficiency.** 'On time in full' (OTIF) is not a phrase that we take lightly at ADG.

We treat OTIF as one of our main KPIs, with our expert packing team taking care to recheck stock and repack if necessary before it continues on its way to site.

This means incorrect deliveries and short supplies are eliminated.

▶ **Strategic sourcing.** When you require a critical item, as quickly as possible, ADG's specialist team works exhaustively to identify and procure even the most elusive items.

Through our longstanding global alliances and dealer networks, ADG Global Supply can source anything you require - anywhere - and from a trusted source.

Our global partnerships allow us to match you with the ideal purchase option, targeting value for money, product quality and the most convenient logistics solution to save you money and time.

Why not give us a try?

To learn more about reducing costly delays, contact the ADG team now.

ADG accredited as a supplier to the Defence Department

ADG Global Supply has been accredited as a supplier to the Australian Department of Defence.

The successful accreditation follows a lengthy process to register ADG as a supplier to NATO, which was undertaken by Kim Geraghty of ADG.

Commenting on the accreditation Managing Director Andy Greathead said, "We are extremely proud to have been accredited as a supplier to these organisations. We have in the past supplied items such as Caterpillar parts and Fleetguard filters to the military and look forward to more supply opportunities in the future."

From page 1

Swick records 63% increase in drilled metres per day!

Effective in water with widely varying salt and calcium contents.

According to ADG's Darren Thomson, an important benefit of M-I Swaco mud programs is that they largely dispense with concerns about the effect of changing water quality on drilling performance.

"These programs are designed to operate effectively in water with a widely varying salt and calcium content.

As a result they will not break down and lose their carrying capacity in a high calcium environment.

It is also unnecessary to add pre-treatment fluids," he said.

Contact Darren, Patrick or Mick for more information on using M-I Swaco products on your rigs at 1300 132 302

Flick - the easy-to-install water diversion package for rainwater tanks

Universal Water has stepped into the breach to meet the demand for plumbed-in water diversion systems across Australia.

Already in NSW & QLD, it's mandatory to have an alternative water source plumbed into new homes. In NSW, for example, legislation requires new homes to use up to 40% less potable water. It's generally accepted that one of the most effective ways of achieving this is to install a rain water tank and use the water in the home and garden.

The Flick water diversion system now in widespread use in NSW and Queensland is an all-in-one water diversion package from Universal Water.

It's designed to optimise the use of collected rainwater when available and automatically switches to a mains water source if there's no water in the tank or if there's a pump or power failure.



Because the complete system, incorporating the pump, hoses and Flick diversion



valve are all contained in a single package, enclosed in a neat protective housing, the entire system is well protected.

Installation is simple. Just connect the Flick into the home's plumbing system and the rain water tank.

Since it came on the market the Flick

package has been greeted positively by plumbers.

For more details on how this package can work for you give Universal Water a call at 1300 132 302. Alternatively, if you like, have a look at the technical brochure on our website - www.adgglobalsupply.com

Flick plug-n-play makes life easier for tradesman and minimises installation errors.

Join us at the **Trenchless Australasia** conference and exhibition in September

For the first time the drilling team from ADG will be exhibiting and attending Trenchless Australasia 2009 at Melbourne Park on 20th - 22nd September.

Several of the ADG team will be attending including Mick Gardner, Andy Greathead and Peter Van Rensburg.

This is the 8th national ASTT Conference & Exhibition but it will be the first time that

ADG Global Supply will be a part of the exhibition.

The conference and exhibition will focus on new projects and technology in the trenchless industry, plus provide a great networking opportunity.

The great benefit of an event like this is the way it brings the entire trenchless industry together in one place - owners and utilities, contractors and suppliers.

M-I Swaco drilling fluids distributed by ADG have numerous solutions to assist in making trenchless projects more efficient. So come and see us at the show at Booth 18!

If you are interested in attending Trenchless Australasia 2009, why not come as a guest of ADG and receive a 15% discount on your registration. Call us now and be our guest!



See us at **trenchless09**
AUSTRALASIA

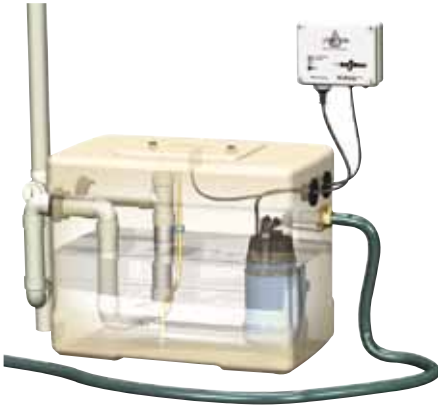
20 - 22 September 2009

Melbourne Park, Melbourne

Karratha mine site thinks green

In a clear commitment to finding an environmentally friendly way of disposing of ablution and laundry water, a mine site in Karratha is installing 32 GreyMate grey water diversion systems, supplied by ADG Global Supply, in residential buildings at the site.

With washing machines and showers being responsible for some 25% of water



consumption, it is essential that all of us, including mining groups begin to look at ways to reuse grey water. This water can be redirected for use in the garden, which for mining sites can help to bring some green plant life to a somewhat red and dusty landscape.

Economical and easy to install

Economical to purchase and easy to install, GreyMate collects used bathroom and laundry water and intercepts impurities. The water is then ready for use in the garden. The GreyMate qualifies for Government rebates.

GreyMate has a compact and attractive design with a high volume tank and pump to allow for large inflows. The pump will only run when the tank is full or when activated by the timer - so there's no power wastage.

To find out more about GreyMate give the Universal Water team a call at 1300 132 302.



At ADG you'll always be dealing with someone who has knowledge of your requirements!

Our newly installed ACT customer relationship software will enable us to better meet your needs by providing a more detailed, constantly updated record of your priorities and transactions.

Most importantly, if the person you normally deal with is absent, there will be no hiccup in the level of service we are able to offer you. The person you are speaking to will be able to easily access any required information relating to your account.

Through the new software package's database, we will also keep you informed of new developments specific to your particular area of industry.

Technical resources information now on our website



In response to demand, we have now added essential technical information on Universal Water products to our website at adgglobalsupply.com



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