



Swick Mining Services Ltd (ABN 20 112 917 905)
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22 June 2009

ASX ANNOUNCEMENT

SWICK TO RAISE \$14.5M FROM PLACEMENT & ENTITLEMENT ISSUE

Swick Mining Services (ASX:SWK) is pleased to announce a two stage capital raising to raise \$14.5 million by way of an \$8.2 million institutional investor placement and a \$6.3 million underwritten entitlement issue. The funds raised will be applied towards the Company's North American expansion program, improving working capital in Australia, part funding the construction of new drilling rigs and strengthening the Company's balance sheet.

Placement

Swick Mining Services has agreed to place approximately 22.8 million shares at an issue price of \$0.36 per share with institutional and sophisticated investor clients of Euroz Securities Ltd (**Euroz Securities**) to raise approximately \$8.2 million (**Placement**). The Placement will be made pursuant to the Company's available 15% capacity under the ASX Listing Rules and is expected to be completed prior to 30 June 2009. The Placement was several times oversubscribed.

Entitlement Issue

Swick Mining Services will also undertake a pro rata non-renounceable entitlement issue to shareholders of approximately 17.5 million shares to raise approximately \$6.3 million (**Entitlement Issue**). The Entitlement Issue will be made on the basis of one (1) new share for every ten (10) shares held at 5pm (WST) on 1 July 2009 (**Record Date**) at an issue price of \$0.36 per share.

The Placement will be completed prior to the Record Date, meaning Placement participants will be eligible to participate in the Entitlement Issue.

The Entitlement Issue is fully underwritten by Euroz Securities. The Directors of the Company have committed to taking up approximately \$1.1 million in entitlements under the Entitlement Issue.

A prospectus relating to the Entitlement Issue is expected to be lodged with the ASIC and ASX later today, 22 June 2009, and will be available after lodgement on the ASX website (www.asx.com.au) and the Company's website (www.swickmining.com.au).

Swick Mining Services requests the immediate lifting of its trading halt as a result of the release of this announcement.

Yours faithfully

A handwritten signature in black ink, appearing to read 'K Swick', is written over a light blue horizontal line.

KENT SWICK
MANAGING DIRECTOR

About Swick Mining Services:

Swick Mining Services (ASX:SWK) is one of Australia's largest mineral drilling contractors, providing high quality, high value underground and surface drilling services to a diverse group of blue chip mining houses. The Company has a strong reputation for innovation in rig design and drilling practices, and for delivering increased productivity, safety, versatility and value to its clients. Swick recently committed to expanding its operations outside of Australia and building a global brand through an expansion into targeted international markets, with an initial focus on North America.

For further information about this announcement, please contact the following on (08) 9277 8800:

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Managing Director

Michael Fry
Finance Director

Jason Giltay
Company Secretary