



23 November 2010

The Manager
Company Announcements
Australian Securities Exchange Limited
Exchange Centre
20 Bridge Street
Sydney NSW 2000

Dear Sir/Madam,

NON-RENOUNCEABLE ENTITLEMENT ISSUE - LETTER TO SHAREHOLDERS

Please find attached a copy of the letter sent to the shareholders of the Company today in connection with the non-renounceable entitlement issue previously announced to the ASX on 15 November 2010.

Yours faithfully
By Order of the Board

A handwritten signature in blue ink, appearing to read 'Demetrius Hassiotis', is written over a light blue horizontal line.

Demetrius Hassiotis
Company Secretary

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ABN 16 082 341 197

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23 November 2010

##Insert Name of Shareholder##
##Insert Address of Shareholder##

Dear Shareholder

NON-RENOUNCEABLE ENTITLEMENT ISSUE

On 18 November 2010, ADG Global Supply Limited (ACN 082 341 197) (**Company**) lodged a prospectus (**Prospectus**) with the Australian Securities & Investments Commission (**ASIC**) in relation to a non-renounceable entitlement issue of 1 fully paid ordinary share/s in the capital of the Company (**Share/s**) for every 3 Shares held by shareholders of the Company holding Shares as at the Record Date (as set out in the timetable below) (**Eligible Shareholders**) at an issue price of 6 cents per Share to raise up to approximately \$2,660,241 (**Offer**). Fractional entitlements will be rounded up to the nearest whole number.

All of the Shares offered under the Prospectus will rank equally with the Shares on issue at the date of the Prospectus. The Prospectus contains further information regarding the rights and liabilities attaching to the Shares.

Fully underwritten

The Offer is fully underwritten by Australian Stockbroking & Advisory Services Pty Ltd (ACN 86 094 106 751) AFSL 294097 trading as Minc Stockbroking (**Underwriter**). Entitlements as a result of additional Shares issued due to the exercise of Options prior to the Record Date are not underwritten. The underwriting is subject to standard terms and conditions and further details are set out in the Prospectus.

The Company has agreed to pay the Underwriter an underwriting fee of 6% (excluding GST) of the value of the amount underwritten, as well as reimbursement of expenses and will also issue to the Underwriter and/or its nominee 5,000,000 unlisted Options with an exercise price of 10 cents each and an expiry date of 30 June 2013 and 5,000,000 unlisted Options with an exercise price of 15 cents each and an expiry date of 30 June 2014.

Offer to Australia and New Zealand investors only

It is not practicable for the Company to comply with the securities laws of overseas jurisdictions having regard to the number of overseas Shareholders, the number and value of Shares these Shareholders would be offered and the cost of complying with regulatory requirements in each relevant jurisdiction. Accordingly, the Offer is not being extended and Shares will not be issued to Shareholders with a registered

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address which is outside Australia or New Zealand. Shareholders resident in New Zealand should consider the additional disclosures specific to them as set out in the Prospectus and should consult their professional advisors as to whether any government or other consents are required, or other formalities need to be observed, to enable them to exercise their entitlements under the Offer.

Availability of Prospectus

The Prospectus together with a personalised entitlement and acceptance form will be sent to Eligible Shareholders on the date set out in the timetable below. Instructions on how and when to apply under the Offer are set out in the Prospectus. The Prospectus is an important document and should be read in its entirety before deciding whether to accept an entitlement. If after reading the Prospectus you have any questions you should consult your stockbroker, accountant or other professional adviser.

The Prospectus has also been lodged with ASX and is available on the ASX website at asx.com.au and on the Company's website at adgglobalsupply.com.au.

Use of Funds

The Company intends to use the funds raised under this Offer to provide working capital to support the Company's growth and turnaround strategy. With a strong pipeline of key contracts in place, the additional working capital will allow the Company to continue to focus on growing its business and to support the Board's targeted sustainable profitable growth. The Board believes that as the business of the Company continues to grow, the Company's increased working capital position will place it in a better position to negotiate more favourable terms with its suppliers, increase stock purchases and manage an increased debtor position resulting from increased sales.

Application for quotation

The Company has applied to ASX for quotation of the Shares to be issued pursuant to the Prospectus. If approval is not obtained from ASX before the expiration of 3 months after the date of issue of the Prospectus, (or such period as varied by the ASIC), the Company will not issue any Shares and will repay all application monies for the Shares within the time prescribed under the Corporations Act, without interest.

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Timetable

The timetable in respect of the Offer is set out below:

Lodgement of Prospectus with the ASIC	18 November 2010
Lodgement of Prospectus and Appendix 3B with ASX	18 November 2010
Notice sent to Shareholders	On or before 23 November 2010
Ex date	24 November 2010
Record Date for determining Entitlements	4.00 pm (WST) on 30 November 2010

Timetable (continued)

Prospectus despatched to Shareholders	
Closing Date*	5.00 pm (WST) on 20 December 2010
Shares quoted on a deferred settlement basis	21 December 2010
ASX (and Underwriter) notified of under subscriptions	On or before 23 December 2010
Despatch of holding statements	On or before 9.00am (WST) on 30 December 2010
Date of quotation of Shares issued under the Offer*	31 December 2010
Underwriter lodges applications for Shortfall Shares	On or before 4 January 2011
Date of quotation of Shortfall Shares*	On or before 7 January 2011

* The directors of the Company may extend the Closing Date by giving at least 6 business days' notice to ASX prior to the Closing Date. As such the date the Shares and Options are expected to commence trading on ASX may vary.

Capital Structure

Upon completion of the Offer (assuming all Shares offered under the Prospectus are issued and no Options are exercised prior to the Record Date), the capital structure of the Company will be:

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Shares

	Number
Shares currently on issue	133,012,045
Shares offered pursuant to the Offer	44,337,348
Total Shares on issue after completion of the Offer	177,349,393

Options

	Number
Options (listed) (ASX Code: ADQO) (exercise price 15 cents / expiry date 31 March 2011)	16,549,458
Options offered pursuant to the Offer	Nil
Options (unlisted) offered to the Underwriter and/or its nominee (exercise price 10 cents / expiry date 30 June 2013)	5,000,000
Options (unlisted) offered to the Underwriter and/or its nominee (exercise price 15 cents / expiry date 30 June 2014)	5,000,000
Total Options on issue after completion of the Offer	26,549,458

Enquiries

If you have any questions about applying for securities under the Prospectus, please contact Demetrius Hassiotis, Company Secretary on +61 8 9249 7599.

Yours faithfully



DAVID SCHWARTZ
CHAIRMAN