

CORETRACK COMPLETES ACQUISITION OF GLOBE DRILL

ANNOUNCEMENT

25 FEBRUARY 2010

HIGHLIGHTS

- **Completion of Globe Drill acquisition**

Further to its announcement of 18 January 2010, Coretrack Limited (“Coretrack” or “the Company”) is pleased to confirm the completion of the acquisition of Globe Drill Pty Ltd (“Globe Drill”), following fulfilment of the final conditions precedent to the Share Sale Agreement (“SSA”) between the Company, Globe Drill, Strange Investments (WA) Pty Ltd (“SIPL”) and the remaining Globe Drill shareholders (“the Vendors”), and Mr Warren Strange as covenantor and guarantor.

Coretrack now holds 100% of the issued capital of Globe Drill, and Globe Drill is officially part of the Coretrack Group.

Globe Drill is one of Australia’s premier technology, manufacturing (and soon to be drilling services) companies, having been established by Mr Strange in 2005 as a specialist drill rig manufacturing company which develops cutting edge drilling equipment for the rapidly growing and increasingly important renewable energy sector. It is anticipated these rigs will result in significant time savings to exploration and production focused companies who require wells drilled to depths of up to 3,000 metres.

Commenting on the transaction, Coretrack’s Managing Director Nanne van ‘t Riet today said “The acquisition of Globe Drill will enable Coretrack to provide uniquely tailored drilling services to the broader energy and mineral sectors, including the rapidly expanding geothermal energy sector. We are excited by the prospect of building a profitable, high quality drilling services company and the additional market opportunities that will bring.”

The following photographs of Globe Drill’s Kalgoorlie workshop and the GT3000 drill rig base demonstrate the ground-breaking work being done by Coretrack’s new subsidiary:



Pursuant to the SSA and following shareholder approval at the Company's general meeting on 18 February 2010, the Company has today issued the 6,583,273 First Tranche Consideration Shares to the Vendors at a deemed issue price of 22 cents. 5,760,364 of these First Tranche Consideration Shares will be held in voluntary escrow for 12 months from the date of issue.

Further, as announced on 25 January 2010, the Company agreed to issue 600,000 Shares to Cygnet Capital at a deemed issue price of 22 cents in consideration for professional services provided in relation to the Placement. 450,000 Shares were issued on 17 February 2010. The remaining 150,000 Shares have today been issued to Cygnet Capital, pursuant to the Company's 15% placement capacity. A further 1,000,000 Shares have also today been issued upon the conversion of Class B Options, exercisable at 18.74 cents on or before 28 February 2010.

Following the admission of the 7,733,273 abovementioned Shares, the Company's ordinary shares on issue will be 87,964,205. An Appendix 3B will follow under separate cover.

Secondary Trading Notice Pursuant to Paragraph 708A(5)(e) of the Corporations Act 2001 ("Act")

The Act restricts the on-sale of securities issued without disclosure, unless the sale is exempt under section 708 or 708A of the Act. By giving this notice, a sale of the Shares noted above will fall within the exemption in section 708A(5) of the Act.

The Company hereby notifies ASX under paragraph 708A(5)(e) of the Act that:

- (a) the Company issued the Shares without disclosure to investors under Part 6D.2 of the Act;
- (b) as at 25 February 2010, the Company has complied with the provisions of Chapter 2M of the Act as they apply to the Company, and section 674 of the Act; and
- (c) as at 25 February 2010 there is no information:
 - that has been excluded from a continuous disclosure notice in accordance with the ASX Listing Rules; and
 - that investors and their professional advisers would reasonably require for the purpose of making an informed assessment of:
 - i. the assets and liabilities, financial position and performance, profits and losses and prospects of the Company; or
 - ii. the rights and liabilities attaching to the relevant Shares.

AUTHORISED BY:



Nanne van 't Riet

Managing Director & Chief Executive Officer

[Coretrack Limited](#) is an ASX listed company that provides technical solutions to the energy industry in the form of down hole tools, products and services.

Since the company's conception, Coretrack has focused primarily on building and introducing its highly anticipated integrated core tracking tool, the Core Level Recorder System (CLRS) into the commercial market. The company has accelerated its operations and growth plan by acquiring one of Australia's leading drill rig manufacturing/drilling services companies, Globe Drill Pty Ltd.

The Globe Drill acquisition has brought together two world class companies, both at the forefront of producing superior products and services for the global energy sector.