

Innovative Technologies
Integrated Solutions
Global Support



Capital Raising Presentation

Not for distribution or release in the United States or any other jurisdiction in which distribution would be unlawful

September 2016

imdexlimited.com

Important Information & Disclaimer



Summary information

This Presentation contains summary information about Imdex Limited (**Company**), its subsidiaries and their activities which is current as at the date of this Presentation. The information in this Presentation is of a general nature and does not purport to be complete nor does it contain all the information which a prospective investor may require in evaluating a possible investment in shares in the Company (**New Shares**) or that would be required in a prospectus or product disclosure statement prepared in accordance with the requirements of the Corporations Act.

The historical information in this Presentation is, or is based upon, information that has been lodged with the Australian Securities Exchange (**ASX**) and released on ASX's Market Announcements Platform. This Presentation should be read in conjunction with the Company's other periodic and continuous disclosure announcements which are available at <http://www.imdexlimited.com> or www.asx.com.au.

Statements made in this Presentation are made only as the date of this Presentation. The information in this Presentation remains subject to change without notice. The Company reserves the right to withdraw the Placement or vary the timetable for the Placement without notice.

Not an offer

This Presentation is not a prospectus, product disclosure statement or other offering document under Australian law, or any other law. This Presentation is for information purposes only and is not an invitation or offer of securities for subscription, purchase or sale in any jurisdiction (and will not be lodged with the U.S. Securities Exchange Commission).

This Presentation does not constitute investment or financial product advice (nor tax, accounting or legal advice) or any recommendation to acquire New Shares in and does not and will not form any part of any contract for the acquisition of New Shares. This Presentation may not be released or distributed in the United States. This Presentation does not constitute an offer to sell, or the solicitation of an offer to buy, any securities in the United States. The New Shares have not been, and will not be, registered under the U.S. Securities Act of 1933, as amended (**U.S. Securities Act**) or the securities laws of any state or other jurisdiction of the United States. Accordingly, New Shares may not be offered or sold, directly or indirectly, in the United States, unless they are offered and sold in a transaction exempt from, or not subject to, the registration requirements of the U.S. Securities Act and any other applicable state securities laws.

Not investment advice

Each recipient of this Presentation should make its own enquiries and investigations regarding all information in this Presentation including but not limited to the assumptions, uncertainties and contingencies which may affect future operations of the Company and the impact that different future outcomes may have on the Company. This Presentation has been prepared without taking account of any person's individual investment objectives, financial situation or particular needs. Before making an investment decision, prospective investors should consider the appropriateness of the information having regard to their own investment objectives, financial situation and needs and seek legal, accounting and taxation advice appropriate to their jurisdiction. The Company is not licensed to provide financial product advice in respect of New Shares. Cooling off rights do not apply to the acquisition of New Shares.

Investment risk

An investment in New Shares is subject to known and unknown risks, some of which are beyond the control of the Company. The Company does not guarantee any particular rate of return or the performance of the Company nor does it guarantee any particular tax treatment. Investors should have regard to the key risk factors outlined in this Presentation when making their investment decision.

Important Information & Disclaimer



Past performance

Investors should note that past performance, including past share price performance and financial performance cannot be relied upon as an indicator of (and provides no guidance as to) future Company performance including future share price performance.

Future performance and forward looking statements

This Presentation contains certain 'forward looking statements'. Forward looking statements can generally be identified by the use of forward looking words such as, 'expect', 'anticipate', 'likely', 'intend', 'should', 'could', 'may', 'predict', 'plan', 'propose', 'will', 'believe', 'forecast', 'estimate', 'target', 'outlook', 'guidance' and other similar expressions within the meaning of securities laws of applicable jurisdictions and include, but are not limited to, the outcome and effects of the Placement of New Shares (**Placement**) and the use of proceeds. You are cautioned not to place undue reliance on forward looking statements. The statements, opinions and estimates in this Presentation are based on assumptions and contingencies subject to change without notice, as are statements about market and industry trends, projections, guidance and estimates.

The forward looking statements contained in this Presentation are not guarantees or predictions of future performance and involve known and unknown risks and uncertainties and other factors, many of which are beyond the control of the Company, and may involve significant elements of subjective judgement and assumptions as to future events which may or may not be correct. Refer to the 'Key Risks' section of this Presentation for a summary of certain general and Company specific risk factors that may affect the Company and New Shares. There can be no assurance that actual outcomes will not differ materially from these forward looking statements. A number of important factors could cause actual results, achievements or performance to differ materially from the forward looking statements, including the risk factors set out in this Presentation. Investors should consider the forward looking statements contained in this Presentation in light of those disclosures. The forward looking statements are based on information available to the Company as at the date of this Presentation.

Except as required by law or regulation (including the ASX Listing Rules), the Company undertakes no obligation to provide any additional or updated information whether as a result of new information, future events or results or otherwise. Indications of, and guidance or outlook on, future earnings or financial position or performance are also forward looking statements.

Disclaimer

Neither the lead manager, nor any of their or the Company's respective advisers or any of their respective affiliates, related bodies corporate, directors, officers, partners, employees and agents, have authorised, permitted or caused the issue, submission, dispatch or provision of this Presentation and none of them makes or purports to make any statement in this Presentation and there is no statement in this Presentation which is based on any statement by any of them.

To the maximum extent permitted by law, the Company, the lead manager and their respective advisers, affiliates, related bodies corporate, directors, officers, partners, employees and agents exclude and disclaim all liability, including without limitation for negligence or for any expenses, losses, damages or costs incurred by any parties as a result of their participation in the Placement and the information in this Presentation being inaccurate or incomplete in any way for any reason, whether by negligence or otherwise and make no representation or warranty, express or implied, as to the currency, accuracy, reliability or completeness of information in this Presentation and, with regards to the lead manager, it and its advisers, affiliates, related bodies corporate, directors, officers, partners, employees and agents take no responsibility for any part of this Presentation or the Placement.

The lead manager and their advisers, affiliates, related bodies corporate, directors, officers, partners, employees and agents make no recommendations as to whether any party or their related parties should participate in the Placement nor do they make any representations or warranties concerning the Placement, and any party who participates represents, warrants and agrees that they have not relied on any statements made by the lead managers, or their advisers, affiliates, related bodies corporate, directors, officers, partners, employees or agents in relation to the Placement and any party who participates further expressly disclaims that they are in a fiduciary relationship with any of them.

Company Snapshot

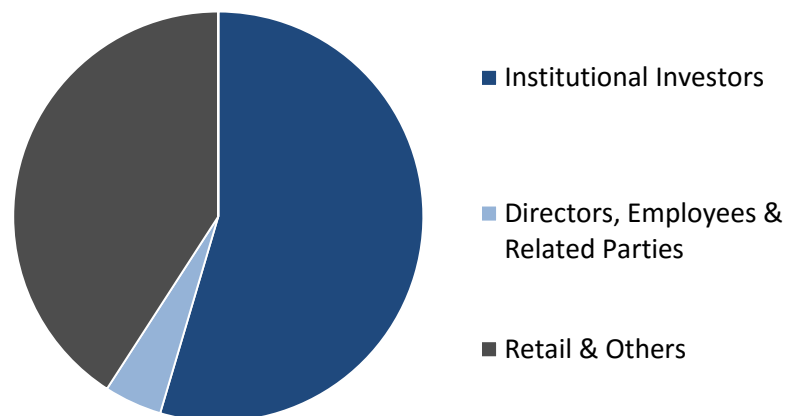


Corporate Information

ASX Listed		IMD
Share Price (31 August 2016)	A\$	0.65
Issued Shares	m	248.6
Market Cap (31 August 2016)	A\$m	161.6
Cash (as at 30 June 2016)	A\$m	13
Total Debt (as at 30 June 2016)	A\$m	44.2
Warrants	m	37.04

Share Register – June 2016

Analysis of top 75% of shareholders as at June 2016



FY16 Overview

- Minerals business performed well – despite challenging market conditions
- Sale and closure of AMC Oil & Gas – closure costs and VES impairment largely limited to FY16
- 100% focused on core minerals business – strong industry economics and competitive advantages
- Sustainable cost reductions being implemented – continual focus on cost base
- Increased activity in 4Q16, particularly gold sector, has continued into FY17
- REFLEX instruments on hire is highest in 3 years
- Well positioned to leverage minerals cycle upswing
- TRIFR for FY16 was 4.11 – below industry safety benchmarks
- Clean balance sheet post raising



Equity Raising

Placement Overview



Size and Structure	<ul style="list-style-type: none"> Placement of approximately 72.72m new ordinary Imdex shares (New Shares) in two tranches to sophisticated and professional investors to raise \$40m (before issue costs) <ul style="list-style-type: none"> Tranche 1 – 37.29 New Shares to raise \$20.5m under existing placement capacity Tranche 2 – 35.43 New Shares to raise \$19.5m, subject to shareholder approval
Placement Price	<ul style="list-style-type: none"> Placement Price of \$0.55 per New Share represents <ul style="list-style-type: none"> 15.4% discount to the last traded price on 31 August 2016 (of \$0.65) 14.2% discount to the 5 day VWAP on ASX 8.9% discount to the 10 day VWAP on ASX
Indicative Key Dates ¹	<ul style="list-style-type: none"> ASX trading halt – Thursday, 1 September 2016 Bookbuild opens – Thursday, 1 September 2016 Shares re-commence trading – Monday, 5 September 2016 Settlement of New Shares under Tranche 1 – Friday, 9 September 2016 General Meeting to approve Tranche 2 – Thursday, 13 October 2016 Settlement of New Shares under Tranche 2 – Friday, 14 October 2016
Ranking	<ul style="list-style-type: none"> Pari passu with existing fully paid ordinary Imdex shares
Use of Proceeds	<ul style="list-style-type: none"> Strengthen balance sheet via significant debt reduction

¹ The above timetable is indicative only and subject to change. Imdex reserves the right to amend any and all of these events, dates and times subject to the Corporations Act, the ASX Listing Rules and other applicable laws, including securities laws. The commencement of quotation of New Shares is subject to confirmation from ASX. All references in this Investor Presentation are to Australian EST (Sydney) time unless otherwise noted.

Share Purchase Plan Overview



Size and Structure	<ul style="list-style-type: none"> Share Purchase Plan (SPP) to raise up to a maximum of \$5m (Cap) Eligible Imdex shareholders with registered addresses in Australia, New Zealand and the United Kingdom will be invited to subscribe for up to \$15,000 in ordinary shares per shareholder Imdex reserves the right (in its absolute discretion) to scale back the maximum participation amount per shareholder to the Cap
SPP Price	<ul style="list-style-type: none"> New shares issued under the SPP will be issued at the Placement Price of \$0.55 per share
Indicative Key Dates¹	<ul style="list-style-type: none"> SPP Record Date – Friday, 2 September 2016 Announcement Date of SPP – Monday, 5 September 2016 Closing Date of SPP – Friday, 7 October 2016 Allotment Date – Monday, 17 October 2016 Anticipated quotation of new shares issued under the SPP on ASX – Tuesday, 18 October 2016
Ranking	<ul style="list-style-type: none"> New shares issued under the SPP to rank pari passu with existing fully paid ordinary Imdex shares
Documentation and Further Information	<ul style="list-style-type: none"> Further information in relation to the SPP will be provided to eligible Imdex shareholders in due course, including an SPP booklet

¹ The above timetable is indicative only and subject to change. Imdex reserves the right to amend any and all of these events, dates and times subject to the Corporations Act, the ASX Listing Rules and other applicable laws, including securities laws. The commencement of quotation of New Shares is subject to confirmation from ASX. All references in this Investor Presentation are to Australian EST (Sydney) time unless otherwise noted.

Raising Rationale, Strategy & Outlook



Raising Rationale	<ul style="list-style-type: none"> • Strengthen balance sheet via significant debt reduction • Improves ability to negotiate a traditional debt facility with lower interest cost • EPS accretive • Re-set capital and corporate structure to leverage minerals cycle upswing
Company Strategy	<p>Minerals – Core Business</p> <ul style="list-style-type: none"> • Develop leading technologies and Imdex solutions • Leverage first mover advantage – cloud solutions, connectivity & geoscience expertise • Leverage established global network • Expand and diversify global client base – resource companies, drillers & service companies • Attract, engage, develop and retain talented people • Build a resilient business with sustainable earnings by becoming an integral part of our clients’ operations – gain additional exposure to production activities • Sustainable cost reductions being implemented – continual focus on cost base <p>Oil & Gas</p> <ul style="list-style-type: none"> • Exiting oil and gas industry • Sale and closure of AMC Oil & Gas to eliminate losses – associated costs largely limited to FY16 • Ongoing process for sale of remaining oil and gas assets in a strategic manner
Outlook Minerals Business	<ul style="list-style-type: none"> • Increased activity in 4Q16, particularly gold sector, has continued into FY17 • Ability to leverage fixed costs as conditions improve

Pro-Forma Balance Sheet



\$millions unless indicated otherwise	30 June 2016	Adjustment	Pro-forma 30 June 2016
Net cash	13.0	1.7	14.7
Receivables	28.8	-	28.8
Inventory	27.4	-	27.4
Assets held for sale	3.2	-	3.2
Fixed assets	38.2	-	38.2
Intangibles	60.9	-	60.9
Other assets / deferred tax	24.9	2.6	27.5
TOTAL ASSETS	196.4	4.3	200.7
Payables	20.8		20.8
Bank loans	43.0	-23.6 ¹	19.4
HP finance	1.2	-	1.2
Other liabilities, provision, current tax	15.8	-	15.8
TOTAL EQUITY	115.6	27.9	143.5
Gearing net debt / (net debt + equity)	21% ²		4%

1. Represents proceeds from Placement share issue plus 50% SPP acceptance, less costs of issue, release of unamortised warrant and capitalised facility costs (\$11m non cash), interest penalty for early repayment (\$3.4m cash) and potential replacement debt with lower interest cost

2. 27% on a total net debt basis

Pro-Forma Key Metrics



A\$m unless indicated otherwise	FY16	Pro-forma FY16	VAR	VAR%
Cash	13.0	14.7	1.7	13%
Net debt	31.2	5.9	-25.3	-81%
Gearing (%) (ND / (ND + E))	21%	4%	-17%	-81%
Interest cover (times) (normalized EBITDA / interest expense)	2.0	21	19	950%

- Capital raising strengthens balance sheet via significant debt reduction
- Imdex will look to re-negotiate a traditional debt facility with lower interest cost

International Offer Restrictions



This document does not constitute an offer of new ordinary shares ("New Shares") of the Company in any jurisdiction in which it would be unlawful. In particular, this document may not be distributed to any person, and the New Shares may not be offered or sold, in any country outside Australia except to the extent permitted below.

Guernsey

The New Shares may only be offered or sold in or from within the Bailiwick of Guernsey to existing shareholders of the Company.

Hong Kong

WARNING: This document has not been, and will not be, registered as a prospectus under the Companies (Winding Up and Miscellaneous Provisions) Ordinance (Cap. 32) of Hong Kong, nor has it been authorised by the Securities and Futures Commission in Hong Kong pursuant to the Securities and Futures Ordinance (Cap. 571) of the Laws of Hong Kong (the "SFO"). No action has been taken in Hong Kong to authorise or register this document or to permit the distribution of this document or any documents issued in connection with it. Accordingly, the New Shares have not been and will not be offered or sold in Hong Kong other than to "professional investors" (as defined in the SFO). No advertisement, invitation or document relating to the New Shares has been or will be issued, or has been or will be in the possession of any person for the purpose of issue, in Hong Kong or elsewhere that is directed at, or the contents of which are likely to be accessed or read by, the public of Hong Kong (except if permitted to do so under the securities laws of Hong Kong) other than with respect to New Shares that are or are intended to be disposed of only to persons outside Hong Kong or only to professional investors (as defined in the SFO and any rules made under that ordinance). No person allotted New Shares may sell, or offer to sell, such securities in circumstances that amount to an offer to the public in Hong Kong within six months following the date of issue of such securities.

The contents of this document have not been reviewed by any Hong Kong regulatory authority. You are advised to exercise caution in relation to the offer. If you are in doubt about any contents of this document, you should obtain independent professional advice.

Luxembourg

The information in this document has been prepared on the basis that all offers of New Shares will be made pursuant to an exemption under the Directive 2003/71/EC ("Prospectus Directive"), as amended and implemented in Luxembourg, from the requirement to publish a prospectus for offers of securities.

An offer to the public of New Shares has not been made, and may not be made, in Luxembourg except pursuant to one of the following exemptions under the Prospectus Directive as implemented in Luxembourg:

- to any legal entity that is authorized or regulated to operate in the financial markets or whose main business is to invest in financial instruments;
- to any legal entity that satisfies two of the following three criteria: (i) balance sheet total of at least €20,000,000; (ii) annual net turnover of at least €40,000,000 and (iii) own funds of at least €2,000,000 (as shown on its last annual unconsolidated or consolidated financial statements);
- to any person or entity who has requested to be treated as a professional client in accordance with the EU Markets in Financial Instruments Directive (Directive 2004/39/EC, "MiFID"); or
- to any person or entity who is recognised as an eligible counterparty in accordance with Article 24 of the MiFID.

International Offer Restrictions



New Zealand

This document has not been registered, filed with or approved by any New Zealand regulatory authority under the Financial Markets Conduct Act 2013 (the "FMC Act"). The New Shares are not being offered or sold in New Zealand (or allotted with a view to being offered for sale in New Zealand) other than to a person who:

- is an investment business within the meaning of clause 37 of Schedule 1 of the FMC Act;
- meets the investment activity criteria specified in clause 38 of Schedule 1 of the FMC Act;
- is large within the meaning of clause 39 of Schedule 1 of the FMC Act;
- is a government agency within the meaning of clause 40 of Schedule 1 of the FMC Act; or
- is an eligible investor within the meaning of clause 41 of Schedule 1 of the FMC Act.

Singapore

This document and any other materials relating to the New Shares have not been, and will not be, lodged or registered as a prospectus in Singapore with the Monetary Authority of Singapore. Accordingly, this document and any other document or materials in connection with the offer or sale, or invitation for subscription or purchase, of New Shares, may not be issued, circulated or distributed, nor may the New Shares be offered or sold, or be made the subject of an invitation for subscription or purchase, whether directly or indirectly, to persons in Singapore except pursuant to and in accordance with exemptions in Subdivision (4) Division 1, Part XIII of the Securities and Futures Act, Chapter 289 of Singapore (the "SFA"), or as otherwise pursuant to, and in accordance with the conditions of any other applicable provisions of the SFA.

This document has been given to you on the basis that you are (i) an existing holder of the Company's shares, (ii) an "institutional investor" (as defined in the SFA) or (iii) a "relevant person" (as defined in section 275(2) of the SFA). In the event that you are not an investor falling within any of the categories set out above, please return this document immediately. You may not forward or circulate this document to any other person in Singapore.

Any offer is not made to you with a view to the New Shares being subsequently offered for sale to any other party. There are on-sale restrictions in Singapore that may be applicable to investors who acquire New Shares. As such, investors are advised to acquaint themselves with the SFA provisions relating to resale restrictions in Singapore and comply accordingly.

Sweden

This document has not been, and will not be, registered with or approved by Finansinspektionen (the Swedish Financial Supervisory Authority). Accordingly, this document may not be made available, nor may the New Shares be offered for sale in Sweden, other than under circumstances that are deemed not to require a prospectus under the Swedish Financial Instruments Trading Act (1991:980) (*Sw. lag (1991:980) om handel med finansiella instrument*). Any offering of New Shares in Sweden is limited to persons who are "qualified investors" (as defined in the Financial Instruments Trading Act). Only such investors may receive this document and they may not distribute it or the information contained in it to any other person.

International Offer Restrictions



Switzerland

The New Shares may not be publicly offered in Switzerland and will not be listed on the SIX Swiss Exchange ("SIX") or on any other stock exchange or regulated trading facility in Switzerland. This document has been prepared without regard to the disclosure standards for issuance prospectuses under art. 652a or art. 1156 of the Swiss Code of Obligations or the disclosure standards for listing prospectuses under the SIX Listing Rules or the listing rules of any other stock exchange or regulated trading facility in Switzerland. Neither this document nor any other offering or marketing material relating to the New Shares may be publicly distributed or otherwise made publicly available in Switzerland. The New Shares will only be offered to regulated financial intermediaries such as banks, securities dealers, insurance institutions and fund management companies as well as institutional investors with professional treasury operations.

Neither this document nor any other offering or marketing material relating to the New Shares have been or will be filed with or approved by any Swiss regulatory authority. In particular, this document will not be filed with, and the offer of New Shares will not be supervised by, the Swiss Financial Market Supervisory Authority (FINMA).

This document is personal to the recipient only and not for general circulation in Switzerland.

United Kingdom

Neither the information in this document nor any other document relating to the offer has been delivered for approval to the Financial Conduct Authority in the United Kingdom and no prospectus (within the meaning of section 85 of the Financial Services and Markets Act 2000, as amended ("FSMA")) has been published or is intended to be published in respect of the New Shares.

This document is issued on a confidential basis to "qualified investors" (within the meaning of section 86(7) of the FSMA) in the United Kingdom, and the New Shares may not be offered or sold in the United Kingdom by means of this document, any accompanying letter or any other document, except in circumstances which do not require the publication of a prospectus pursuant to section 86(1) of the FSMA. This document should not be distributed, published or reproduced, in whole or in part, nor may its contents be disclosed by recipients to any other person in the United Kingdom.

Any invitation or inducement to engage in investment activity (within the meaning of section 21 of the FSMA) received in connection with the issue or sale of the New Shares has only been communicated or caused to be communicated and will only be communicated or caused to be communicated in the United Kingdom in circumstances in which section 21(1) of the FSMA does not apply to the Company.

In the United Kingdom, this document is being distributed only to, and is directed at, persons (i) who have professional experience in matters relating to investments falling within Article 19(5) (investment professionals) of the Financial Services and Markets Act 2000 (Financial Promotions) Order 2005 ("FPO"), (ii) who fall within the categories of persons referred to in Article 49(2)(a) to (d) (high net worth companies, unincorporated associations, etc.) of the FPO or (iii) to whom it may otherwise be lawfully communicated (together "relevant persons"). The investments to which this document relates are available only to, and any invitation, offer or agreement to purchase will be engaged in only with, relevant persons. Any person who is not a relevant person should not act or rely on this document or any of its contents.

United States

This document does not constitute an offer to sell, or a solicitation of an offer to buy, securities in the United States. The New Shares have not been, and will not be, registered under the US Securities Act of 1933 and may not be offered or sold in the United States except in transactions exempt from, or not subject to, the registration requirements of the US Securities Act and applicable US state securities laws.

Key Risks



Introduction

There are a number of risks, both specific to the Company and of a general nature, which may, either individually or in combination, affect the future operational and financial performance of the Company and the value of its shares.

The risks set out below are not, and should not be considered to be, an exhaustive list of all the risks relevant to an investment in the Company. The Company, however, considers that these risks represent key risks to an investment in the Company. Additional risks and uncertainties that the Company is unaware of, or that the Company considers to be immaterial, may also become key risks that can adversely affect the Company's operational and financial performance in the future. These key investment risks are general in nature and regard has not been had to the investment objectives, financial situation, tax position or particular needs of any investor.

Before investing, or increasing any investment, in the Company, participants should consider whether an investment is suitable for them having regard to the risk factors set out below, publicly available information, own investment objectives, and personal financial and other circumstances. Investors should consult their professional adviser if any doubts about an investment in the Company.

Key Investment Risks

Stock Market Fluctuations

The value of the Company's shares will be determined by the stock market and will be subject to a range of factors beyond the Company's control. These factors include, but are not limited to, the demand for, and availability of the Company's shares, movements in interest rates, exchange rates, and rates of inflation, fluctuations in the Australian and international stock markets, changes in fiscal, monetary and regulatory policies, and general domestic and international economic activity.

Exchange Rate Fluctuations

Exchange rate fluctuations affect the Company's profitability. The Company reports its financial results and maintains its accounts in Australian dollars, whilst a proportion of the Company's business is conducted in currencies other than Australian dollars. Foreign exchange rates are impacted by a number of factors beyond the Company's control. Changes in exchange rates cause revenues and expenses incurred in non-Australian dollar currencies to fluctuate, possibly causing expenses to be greater than expected or revenues to be lower than expected.

Financing Considerations

The Company may need to raise additional debt or equity funds in the future to fund its activities. There is no assurance that the Company will be able to renew existing debt funding, or obtain additional debt or equity funding when required, or that the terms associated with that funding will be acceptable to the Company. This may have a material adverse effect on the Company.

Key Risks



Interest Rate Risks

Interest rates may rise significantly which may impact terms of trade, working capital and finance costs in the Company's future operations.

Changes to Government Legislation and Policy including Taxation

New legislation and changes to existing legislation and government policy in jurisdictions in which the Company operates may impact upon the Company and its operating performance. Changes to corporate income tax, value added tax (VAT), import duties, property tax, excise tax, withholding tax or any other applicable taxation legislation or policies in jurisdictions where the Company operates may adversely affect the Company's financial profitability, net assets and cash flow.

Dependence on Key Personnel

Retaining and recruiting qualified personnel is critical to the Company's success. If the Company cannot attract and retain qualified personnel it could adversely affect the Company's operations and its future growth plans.

Retention of Key Business Relationships

The Company relies on strategic relationships with other entities such as suppliers and business partners. Any circumstance, which causes the early termination or non-renewal of one or more of these key business arrangements or contracts, could adversely impact the Company.

Environmental Impact

The Company could be subject to claims due to environmental damage. This could subject the Company to potential liability and have an adverse effect on the Company's financial and operational performance.

Operational and Execution Risks

Successful execution of the Company's business plan is dependent on the implementation of initiatives. There are execution risks inherent in the Company's business initiatives and no assurance can be given that the Company will be successful in their implementation. The Company's management may fail to realise business plan targets, including sales, due to an unexpected decline in consumer demand for the Company's products and/or services or due to significant changes in competitor activities. Manufacturing margins may also vary significantly in the future due to factors beyond management's control which may include a decline in demand for the Company's products and/or services or a significant rise in competition by similar or substitute products. The Company may be subject to significant unforeseen expenses or actions. This may include unplanned operating expenses, future legal actions or expenses in relation to future unforeseen events. The Directors expect that the Company will have adequate working capital to carry out its stated objectives however there is the risk that additional funds, including by way of share issue may be required to fund the Company's future objectives.

Key Risks



Research and Development

The Company will continue its on-going development of and research into new and existing products. The Company can make no representations that the continued development of existing and/or new products and/or services will be successful. There can be no assurance that the products and/or services can be successfully commercialised and exploited, and the failure to do so could have a material adverse effect on the Company's business, financial condition and results of operations.

Intellectual Property Risks

The brand names, trademarks, patents and other intellectual property of the Company are regarded as critical to its success. Accordingly, the Company is reliant on regulations regarding copyright, trade marks, patents and confidentiality restrictions with staff, contractors and others to safeguard its intellectual property rights. The Company has made reasonable efforts to protect the Company's intellectual property. However, unauthorised use or exploitation of its intellectual property may occur and result in an adverse effect on the operating and financial performance of the Company. The Company may experience conflict with third parties who may contest its rights to what it believes is its intellectual property. The Company cannot assure potential investors that the actions it has taken to establish and protect its intellectual property rights will be adequate to prevent imitation of its products by others or to prevent others from seeking to block Company activity as a violation of proprietary rights of others. The Company's intellectual property rights may be infringed or challenged resulting in loss of competitive advantages or significant costs.

Inability to Meet Customer Demand

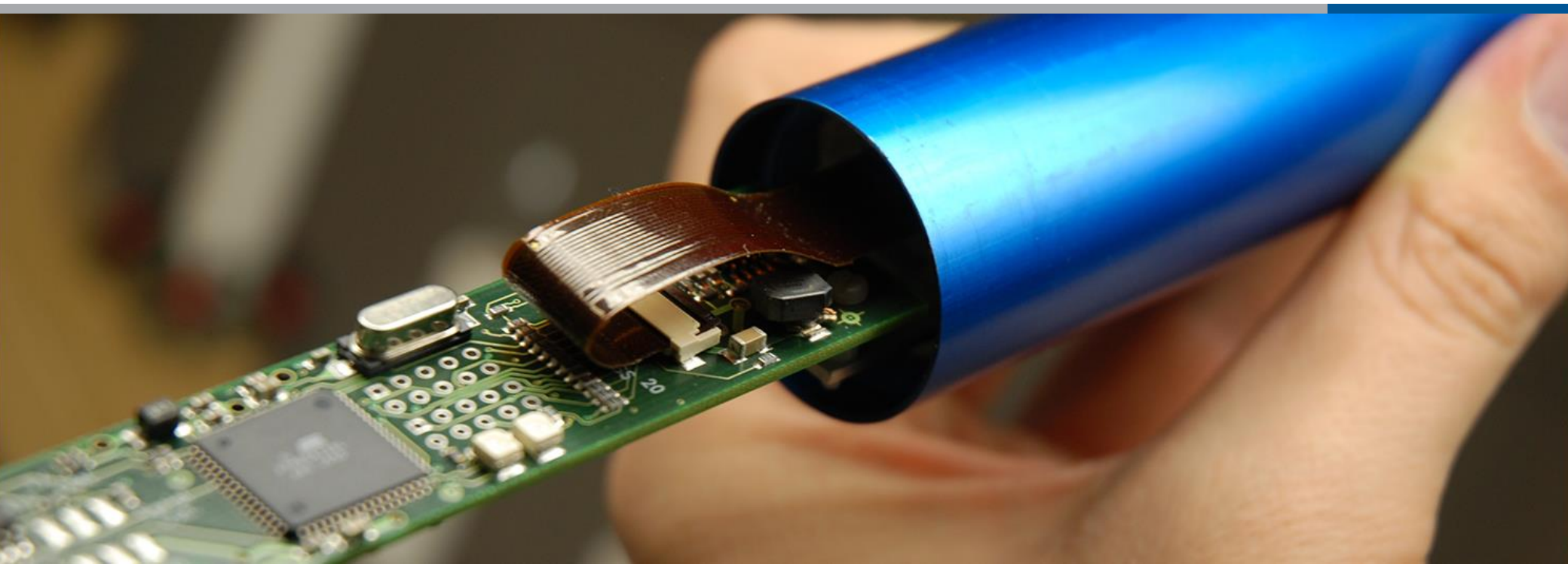
For any number of reasons the Company may not, from time to time, have an adequate supply of products and/or services to meet customer demand which may cause it to be unable to fill orders, to lose sales or to provide services. Such inability to meet customer demand from time to time may arise if the Company's sales growth accelerates substantially or in the event that its distribution or service network grows substantially.

Investment Speculative

The above list of risk factors ought not to be taken as exhaustive of the risks faced by the Company or by investors in the Company. The above factors, and others not specifically referred to above, may in the future materially affect the financial performance of the Company and the value of its shares. Therefore, shares issued by the Company carry no guarantee with respect to the payment of dividends, returns of capital or the market value of those securities. Potential investors should consider that the investment in the Company is speculative and should consult their professional advisers before deciding whether to apply for shares.

General Economic Conditions

Economic conditions, both domestic and global, may affect the performance of the Company. Factors such as fluctuations in currencies, commodity prices, inflation, interest rates, supply and demand and industrial disruption may have an impact on operating costs and share market prices. The Company's future possible revenues and share price can be affected by these factors, all of which are beyond the control of Imdex.



Appendices

THE IMDEX VISION



To be the market leader in real-time subsurface intelligence solutions.

At Imdex we deliver leading technologies to the global minerals industry and targeted non-mining markets. Our purpose is to create long-term value for our shareholders, solutions that enhance our clients' operations and rewards for our employees.



Deliver leading technologies



Enhance client operations



Engage & reward employees



Create long-term value for shareholders

our strategy

- Focus on markets where we have a clear competitive advantage
- Develop leading technologies and Imdex solutions
- Expand and diversify our global client base
- Engage, develop and retain talented people
- Build a resilient business by becoming an integral part of our clients' operations

objectives for FY17

- Achieve or exceed financial targets for FY17
- Achieve or exceed sales targets for FY17
- Prioritize our new product development projects and capabilities and commercialize new products
- Improve Imdex systems and processes to enable business to achieve strategy

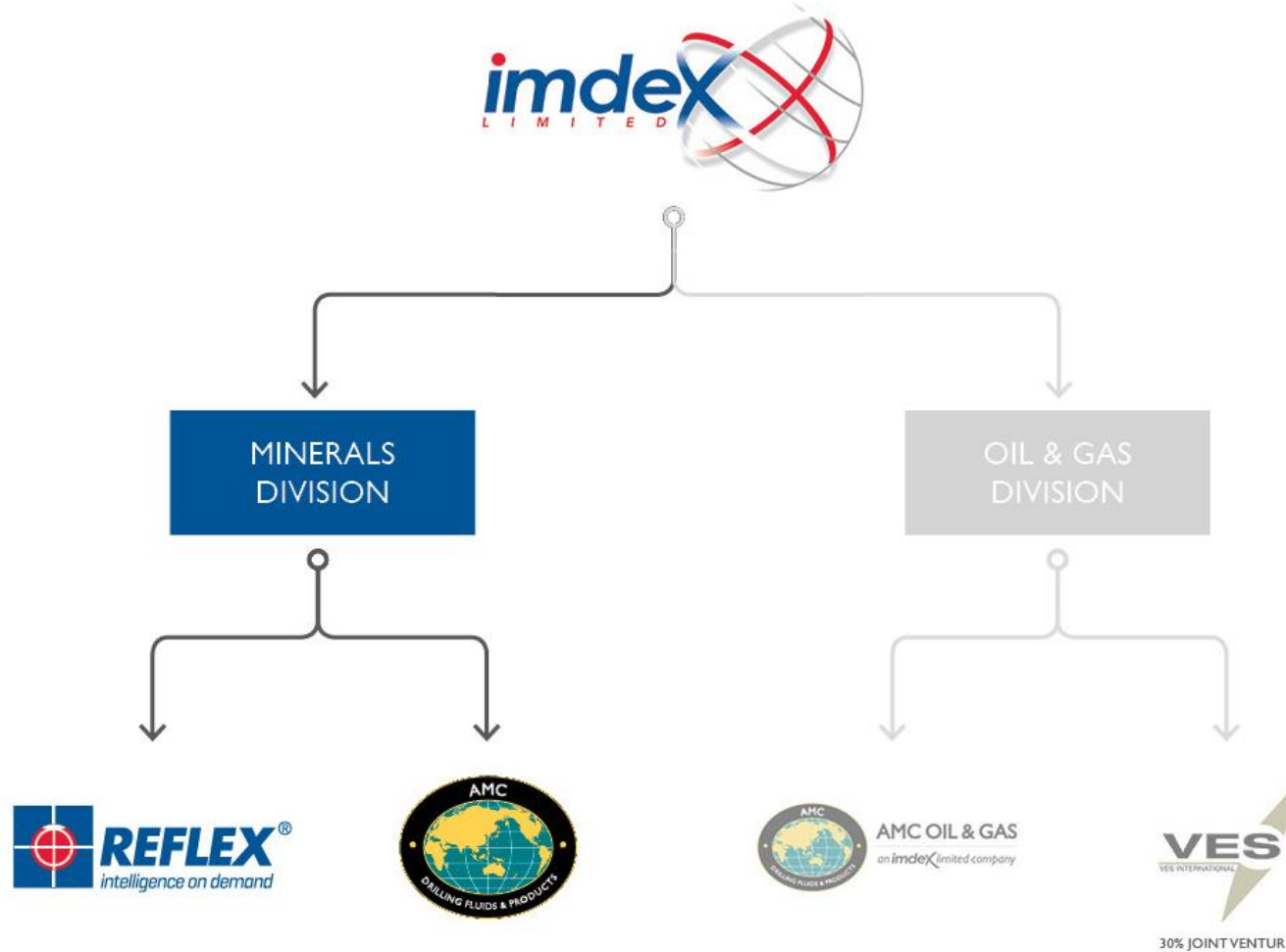
the imdex way

Integrity | Teamwork | Accountability | Being Dynamic | Innovation | Continuous Improvement

Established Global Business

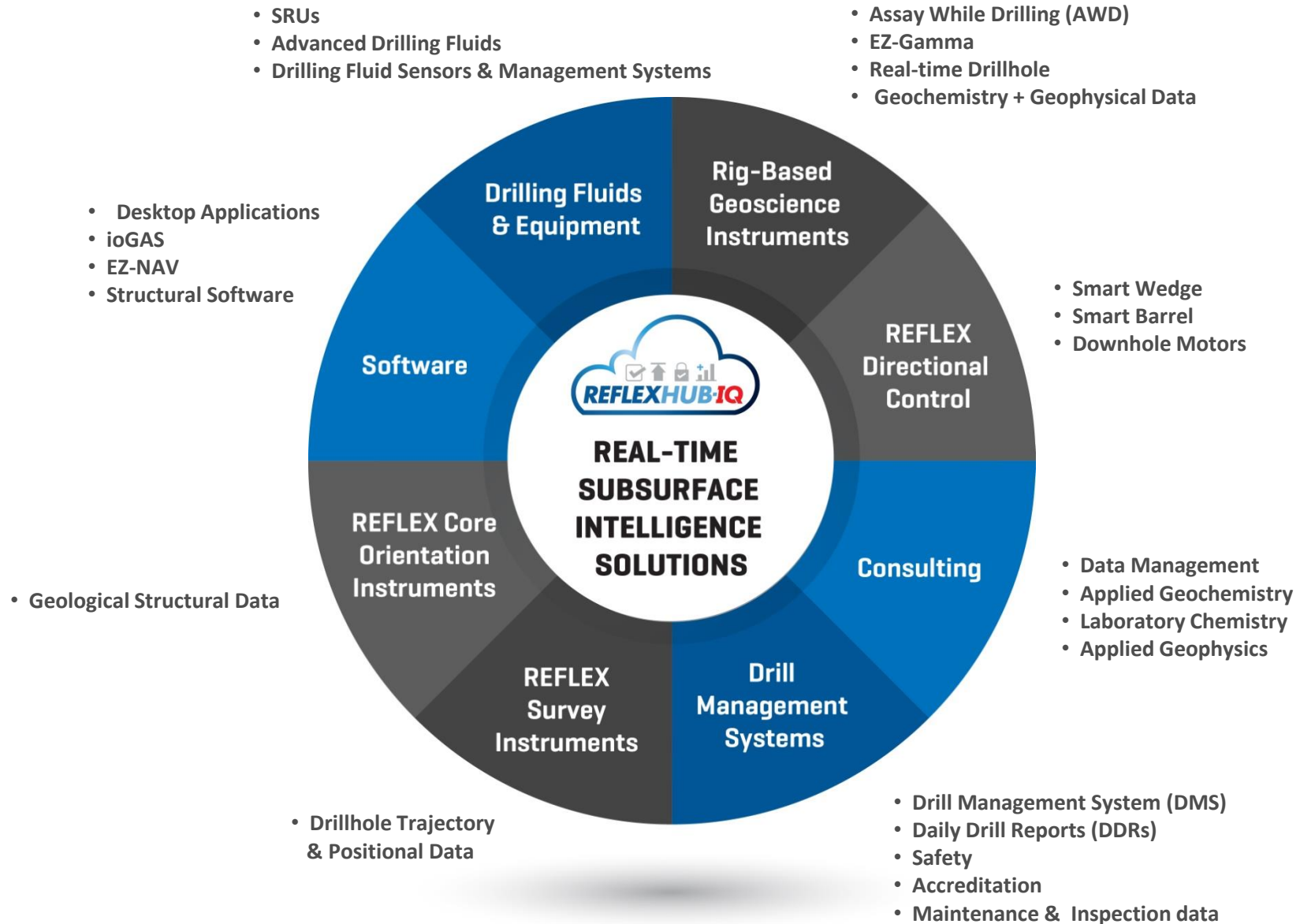


Refined Company Structure



- 100% focused on core minerals business in FY17 – competitive advantages & differentiated position
- Divestment of oil and gas assets – closure and disposal costs are largely limited to FY16

End-to-End Solutions, Differentiator



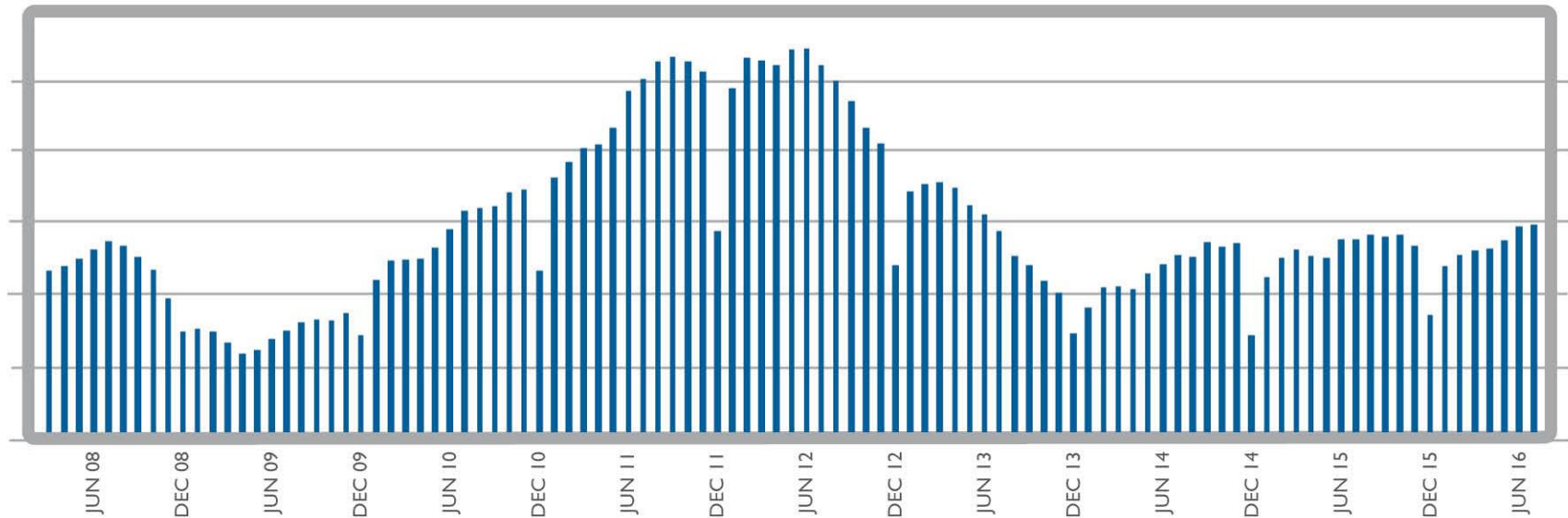
Diversified Clients Base (selection only)



Minerals Barometer



Average number of REFLEX instruments on hire



Seasonal factors: April / May change over from winter to summer drilling programme in North America; December – January traditional holiday shutdown

- REFLEX rental fleet – good lead indicator of market conditions within the minerals industry
- Average number of REFLEX instruments on hire up 6% on FY15 – highest in 3 years
- Newer technologies yield significantly higher rentals
- Principal exposure is to gold and copper

Imdex Board



MR ANTHONY WOOLES BCom, MBA (Finance)

- Non-Executive Chairman
- Appointed to the Board 1 July 2016



MR BERNARD RIDGEWAY B.Bus (ACCTG) ACA

- Managing Director
- Appointed to the Board 23 May 2000



MR KEVIN DUNDO B. Comm, LLB

- Non-Executive Director
- Appointed to the Board 14 January 2004



MS BETSY DONAGHEY B.S. Civil Engineering, M.s.

- Non-Executive Director
- Appointed to the Board 28 October 2009



MR IVAN GUSTAVINO B.Bus

- Non-Executive Director
- Appointed to the Board 1 July 2015