1 March 2005

The Manager
Company Announcements Office
Australian Stock Exchange Limited
Exchange Centre
20 Bridge Street
SYDNEY NSW 2001

BROKERS PRESENTATION

Dear Sirs

I attach a copy of the presentation to be made to brokers today in Sydney.

Yours faithfully
Imdex Limited

Stephen J Lyons
Company Secretary

Imdex Limited ACN 008 947 813 ABN 78 008 947 813
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Incorporating: Ace Drilling Products, Australian Mud Company Ltd, Imdex Minerals & Surtron Technologies Pty Ltd

Imdex Limited - 1st Half Results Presentation: March 2005

imdex LIMITED

IMDEX LIMITED

Presentation of 1st Half Results to 31 December 2004

March 2005

"Australia's Global Drilling Products & Services Company"

Agenda

- Company Profile
- Core Business Overview
- Strategy
- Key Driver - Exploration Expenditure
- Financials: Performance Summary
- Financials: Balance Sheet
- Growth Strategy
- Summary

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Company Profile

- The Imdex Group consists of four operating companies/divisions – 125 employees
  - Australian Mud Company Pty Ltd (AMC)
  - Surtron Technologies Pty Ltd (Surtron)
  - Ace Drilling Supplies (Ace)
  - Imdex Minerals
- Imdex's core business is focused on "Drilling Products and Services"

Core Business Overview

- Drilling fluids, chemicals & services – mining, oil & gas, water well & civil
- Drilling products & services
  - Steering for directional drilling - **CBM**
  - Geophysical logging – **iron ore**
  - Down hole surveys – **resources**
  - Core orientation tools – **diamond drilling**
  - Down hole cameras and motors – **resources, CBM**
  - Drilling consumables – **resources**

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Strategy

- **Main Strategy:**

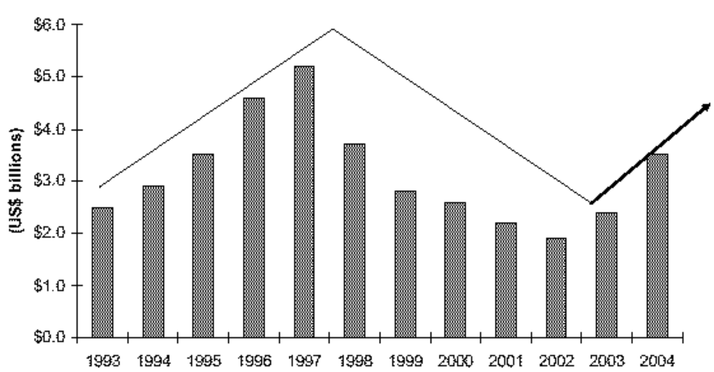
  Transform a diverse local company into a focused global company providing drilling products & services to the oil & gas, mining, water well and civil industries

- **Main Objective:**

  To provide a satisfactory return to shareholders

Key Driver – Exploration Spending

Estimated Total Worldwide Exploration Spending



Data/comments extracted from the Corporate Exploration Strategies report of the Metals Economics Group – October 2004

Increase in 2003 and 2004 driven by:

- Increased spending by the majors
- Much more active junior sector

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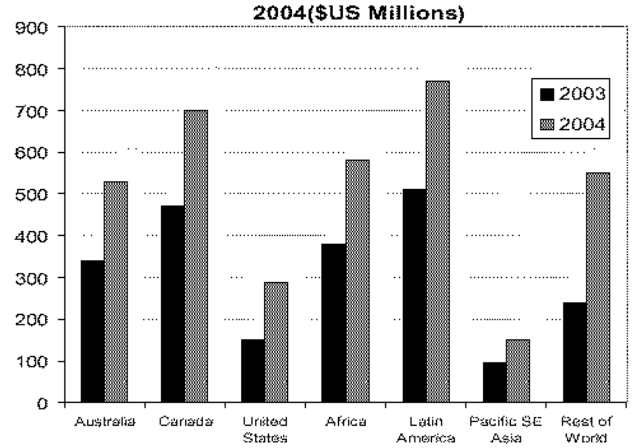
World Exploration Trends - Regional

Worldwide Exploration Spending by Region 2003-2004($US Millions)

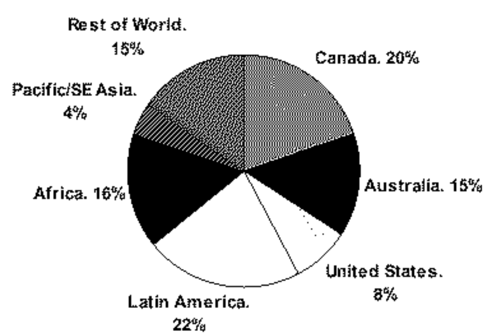


Data/comments extracted from the Corporate Exploration Strategies report of the Metals Economics Group – October 2004

- Strong increases in Canada, Latin America, Rest of World and Africa
- Expenditure of US$3.55b up by 62% on 2003 total of US$2.19b
- All regions experiencing increases, continuing the upward trend

World Exploration Spending – By Region

2004 Exploration Spending - By Region



Data/comments extracted from the Corporate Exploration Strategies report of the Metals Economics Group – October 2004

- Latin America most popular destination (Peru and Mexico), then Canada, Africa, Rest of World and Australia
- Rest of world category – sharp increases in Russia, Mongolia and China

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Financials: Performance Summary

	HALF YEAR 31 Dec 2004 ($m)	31 Dec 2003 ($m) (a)	Change %
Operating Revenue (b)	**22.15**	19.37	14.3%
Earnings before Interest,Tax Depreciation & Amortisation (EBITDA)	**3.12**	3.17	-1.5%
Depreciation & amortisation	**(0.92)**	(0.92)	
Earnings before Interest & Tax (EBIT)	**2.20**	**2.25**	**-2.4%**
Net interest Expense	**(0.28)**	(0.29)	
Operating Profit before Tax	**1.92**	**1.96**	**-2.1%**
Income Tax Benefit/(Expense)	**(0.57)**	**(0.70)**	
Net Profit after Tax	**1.35**	**1.27**	**6.3%**

(a) Half Year Dec 2003 not adjusted for prior period overstatements in the results of Imdex Minerals

(b) Excludes the proceeds from the disposal of the investment in the RTE/Imdex Joint Venture of $2.050 million

Segment EBIT Contribution

	HALF YEAR 31 Dec 2004 $'000	31 Dec 2003 $'000 (a)	Change %
Drilling Products & Services	1,227	527	+133%
Drilling Fluids & Chemicals	1,234	1,354	-9%
Minerals Processing	(19)	828	-102%
Unallocated overheads	(269)	(450)	+40%
Total EBIT	2,173	2,259	-4%

(a) Half Year Dec 2003 not adjusted for prior period overstatements in the results of Imdex Minerals

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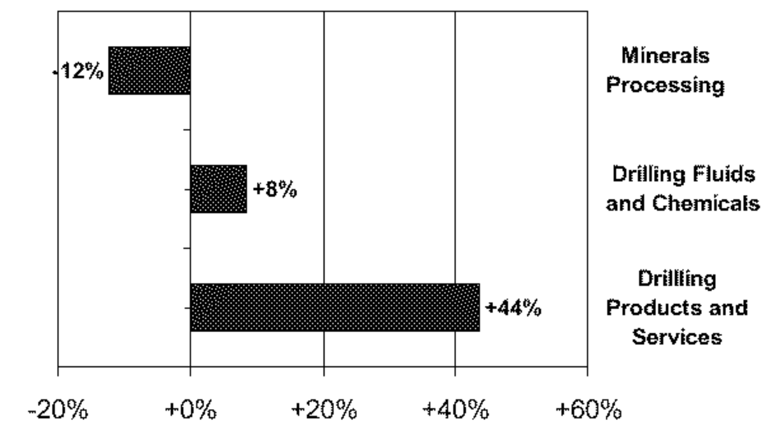
Segment Revenue Growth

Revenue Growth Half Years 2004 / 2003



In calculating revenue growth no adjustment has been made for the prior period overstatements in the results of Imdex Minerals

Cash Flow & Financing

	HALF YEAR 31 Dec 2004 ($m)	31 Dec 2003 ($m)	Change %
Operating Activities	1.80	1.24	+45%
Investing Activities	(0.80)	0.92	+187%
Financing	0.38	0.56	+34%
Cash at end of period	(0.08)	0.14	-156%
Net Debt	6.84	7.22	+5%
Gearing Ratio	39%	31%	-26%

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Financial Ratios

	HALF YEAR 31 Dec 2004	31 Dec 2003 (a)	Change %
Return on Equity %	8%	5%	+41%
EBIT on Sales % (c)	10%	12%	-15%
Return on Capital Employed %	10%	8%	+27%
EPS (cents) (b)	1.14¢	1.05¢	+9%

Notes:

(a) Half Year Dec 2003 not adjusted for prior period overstatements in the results of Imdex Minerals

(b) On both a "Basic" and "Diluted" basis

(c) Excludes the proceeds from the disposal of the investment in the RTE/Imdex Joint Venture of $2.050

Financials: Balance Sheet

	31 Dec 2004 ($Am)	31 Dec 2003 ($Am)
Receivables	8.13	8.64
Inventories	7.71	8.07
PPE	11.70	12.07
Investment/Receivable - Saudi Arabia	3.36	8.74
Other Net Assets	1.34	1.55
Total Assets	**32.24**	**39.08**
Interest Bearing Liabilities	6.84	7.22
Other Liabilities	8.01	8.79
Equity	17.40	23.07
Total Equity and Liabilities	**32.24**	**39.08**
No. Shares on Issue (million)	110	120

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Growth Strategy

- **Key focus is expanding further into international resources and energy markets. All need drilling fluids, drilling products and services which means scale:**
  - **Organic growth**

    and
  - **Mergers & Acquisitions,** eg Samchem in Africa

Samchem Acquisition

- **Roughly half the size of our existing drilling fluids business**
- **Geographically strategic**
- **Manufacturing and R & D facilities in Africa**
- **Mining and Oil & Gas markets**
- **Currently profitable with potential to expand**
- **Clay brick & cement block chemicals – world wide potential**

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Summary

- On track to deliver increase in EBIT of 25% in FY05 from underlying EBIT of $4m in FY04
- Australian core businesses robust and set to perform strongly in the second half
- Medium to long term growth in drilling products & services as Imdex expands world wide
- Middle East J/V re-structured
- Imdex linked to resources/commodities – cycle upswing (precious metals, base metals, oil & gas, CBM industry, iron ore, etc)

What is Imdex?

IMDEX is:

Australia's Global Drilling Products & Services Company – a service provider to the natural resources industries