

13 May 2021

To Our Valued Supply Partner:

I am contacting you with an important update about actions Boart Longyear is taking toward building a stronger and more competitive business for the future.

Today, Boart Longyear took a major step towards solidifying our financial strength. We have announced that we have reached agreement with the majority of our creditors to convert the majority of our debt to equity via a creditor's scheme of arrangement in Australia. The scheme will take effect following approval by shareholders at a planned extraordinary general meeting (EGM), along with an expected filing of voluntary petitions for relief under Chapter 15 of the United States Bankruptcy Code.

We have also been successful, through our existing banking partner and creditor relationships, in securing short-term financing support of approximately \$65M. This additional liquidity will ensure the company continues to operate effectively over the coming months while we implement the transaction.

Importantly, these activities will not affect you. We will continue to honor our contractual arrangements, take delivery of goods and services, and pay you under our traditional terms. It comes at an important time when demand, driven by improved industry conditions, for our goods and services has increased to levels not seen since 2014. These actions will give us an improved balance sheet and an enhanced ability to execute on our growth objectives, as the minerals industry enters an improved commodity cycle. We greatly appreciate your continued support and look forward to continuing the Boart Longyear heritage of supporting the mining industry for over 130 years. All of Boart Longyear's operations across the globe are operating as usual with an unwavering focus on health and safety, quality and innovation.

Employees also will see no changes as a result of the scheme or the steps required for approval, and delivery of products and services to our customers will continue uninterrupted. It is management's view that we will be in a position to seek shareholder approvals at an EGM in August, and if successful the transaction will be completed shortly thereafter.

Implementation of this recapitalization is targeted to create long-term value for the Company's many stakeholders, including you. We greatly appreciate your continued support and look forward to a stronger Boart Longyear tomorrow.



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We also encourage you to visit the new section of our website that has information about this process at: www.boartlongyear.com/restructuring-initiatives

Thank you for your continued partnership and please do not hesitate to reach out to your regular contacts at Boart Longyear should you have any questions. We look forward to continuing our relationship with you to drive our mutual success as we move forward.

Thank you,
Jeffrey Olsen
President and Chief Executive Officer
Boart Longyear

Supplier Frequently Asked Questions

1. What does this mean for our vendors/suppliers?

- We expect operations to continue throughout this court-supervised process.
- We are committed to working closely with you and under the same or similar terms for goods and services provided on or after the filing date. In fact, the Chapter 15 rules require that we pay for all post-filing operational expenses in the ordinary course.
- We appreciate your continued support and look forward to continuing to work together so we can achieve our mutual success.

2. How will the filing affect day-to-day operations at Boart Longyear?

- You should not notice any disruption in your relationship with the Company on a day to day basis. Boart Longyear has significant liquidity to operate in the normal course.

3. Will I be paid for the goods and services I provided to Boart Longyear before the filing date?

- Yes. The Company will continue to operate its business in the ordinary course, and will honor its obligations to customers and vendors that arose prior to and after the commencement of any court proceedings.

4. Will I be paid for the goods and services I provide to Boart Longyear on or after the filing date?

- Yes. The Company will continue to operate its business in the ordinary course, and will honor its obligations to customers and vendors that arose prior to and after the commencement of any court proceedings.
- Invoices for goods and services provided after the commencement of proceedings should be submitted through the usual accounts payable channels and payments will be processed in accordance with contract terms, if applicable.
- The Company has enough working capital and liquidity to operate throughout the restructuring and beyond.
- We value the important relationships that we have developed with our vendors and we intend to work closely with our vendors throughout this process and in the future.

5. Will Boart Longyear continue to order goods and services from its vendors?

- Yes, Boart Longyear's operations will continue in the normal course throughout this court supervised process and your continued supply of goods and services will allow us to transition through this process smoothly.
- We will continue to order and pay for goods and services to meet our ongoing business needs.

6. Why should I sell you goods and services now?

- We value the important relationship we have developed with our vendors and we will continue to work closely with our vendors throughout this financial restructuring process and into the future.

7. We have a contract with you. Are you going to be able to satisfy it?

- We will. We have sufficient liquidity to run our business
- The funding we have on hand will be more than sufficient to support our business and enable us to meet our obligations during the court-supervised process.

8. Given the uncertainties of the situation, what if I want to renegotiate our terms with you?

- It is important to understand that Boart Longyear expects its operations to continue normally throughout this court-supervised process, including meeting its obligations.
- With your cooperation, we will continue to be a leader in the areas we operate and can drive our mutual success.
- We are confident in our future and believe that we will emerge as a stronger Company.

9. Will Boart Longyear pay invoices according to the same schedule that was used before the Chapter 15 filing?

- We will.

10. Will my contacts remain the same?

- Yes. You can continue to reach out to your normal contacts.



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11. How can I obtain more information?

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