

**Notice of Guaranteed Delivery
of
Shares of Common Stock of
Allis-Chalmers Energy Inc.
Pursuant to the Election Form
(Not to be Used for Signature Guarantees)**

This Notice of Guaranteed Delivery, or one substantially equivalent to this form, must be used to guarantee delivery of shares of common stock of Allis-Chalmers Energy Inc. ("Allis-Chalmers Shares") pursuant to the Election Information Form, if (i) certificates for Allis-Chalmers Shares are not immediately available, (ii) certificates for Allis-Chalmers Shares cannot be delivered to BNY Mellon Shareowner Services (the "Election Agent") on or prior to the election deadline, which is 5:00 p.m., Houston time, on the later of (A) the date of the special meeting at which holders of Allis-Chalmers Shares will vote on the proposed merger, or (B) the date that Seawell Limited ("Seawell") and Allis-Chalmers Energy Inc. ("Allis-Chalmers") believe will be approximately five business days prior to the closing date of the merger (unless the parties agree to extend that deadline) or (iii) the procedures for delivery by book-entry transfer cannot be completed on a timely basis.

The Election Deadline will not be earlier than February 23, 2011, which is the date of the special meeting of holders of Allis-Chalmers Shares. If the Election Deadline would be later than February 23, 2011 based on the expected closing date of the merger once it is known, Seawell and Allis-Chalmers Energy Inc. will issue a joint press release announcing the Election Deadline as so determined.

This Notice of Guaranteed Delivery, properly completed and duly executed, may be delivered by hand, overnight courier or mail, or transmitted by facsimile transmission, to the Election Agent.

The Election Agent:
BNY Mellon Shareowner Services

By Mail:
BNY Mellon Shareowner Services
Attn: Corporate Actions Dept.
P.O. Box 3301
South Hackensack, NJ 07606

By Overnight Courier:
BNY Mellon Shareowner Services
Attn: Corporate Actions Dept., 27th Floor
480 Washington Boulevard
Jersey City, NJ 07310

By Facsimile Transmission:
(For Eligible Institutions Only)
(201) 680-4626

For Confirmation Only Telephone:
(201) 680-4860

DELIVERY OF THIS NOTICE OF GUARANTEED DELIVERY OTHER THAN AS SET FORTH ABOVE WILL NOT CONSTITUTE A VALID DELIVERY.

THIS NOTICE OF GUARANTEED DELIVERY IS NOT TO BE USED TO GUARANTEE SIGNATURES. IF A SIGNATURE ON AN ELECTION FORM IS REQUIRED TO BE GUARANTEED BY AN "ELIGIBLE INSTITUTION" UNDER THE INSTRUCTIONS THERETO, SUCH SIGNATURE GUARANTEE MUST APPEAR IN THE APPLICABLE SPACE PROVIDED IN THE SIGNATURE BOX ON THE ELECTION FORM.

Ladies and Gentlemen:

The undersigned hereby surrenders to the Election Agent, upon the terms and subject to the conditions set forth in the Election Form and related instructions, receipt of which is hereby acknowledged, the number of Allis-Chalmers Shares specified below pursuant to the guaranteed delivery procedure set forth below.

(Please type or print)

Certificate Nos. (if available):

No. of Shares for Cash:

No. of Shares for Stock:

Name(s)

Address

Area Code(s) and Telephone Number(s)

Signature(s)

Date:

If shares will be delivered by book-entry transfer, provide the following information:

The Depository Trust Company

DTC Account No:

Transaction Code No:

All authority herein conferred or agreed to be conferred shall survive the death or incapacity of the undersigned and every obligation of the undersigned hereunder shall be binding upon the heirs, personal representatives, successors and assigns of the undersigned.

Must be signed by the owner(s) of the Allis-Chalmers Shares as their name(s) appear(s) on certificates for Allis-Chalmers Shares, or by person(s) authorized to become registered owner(s) by endorsement and documents transmitted with this Notice of Guaranteed Delivery. If signature is by a trustee, executor, administrator, guardian, attorney-in-fact, officer or other person acting in a fiduciary or representative capacity, such person must set forth his or her full title below and, unless waived by the Election Agent, provide proper evidence satisfactory to the Election Agent of such person's authority to so act.

GUARANTEED DELIVERY PROCEDURE

In order for an election to be effective with respect to Allis-Chalmers Shares that are represented by physical stock certificates, the Election Agent must receive a properly completed Election Form, accompanied by stock certificates representing Allis-Chalmers Shares currently held by you (or a proper guarantee of delivery, as described below), no later than the Election Deadline. Persons whose share certificates are not immediately available also may make an election by completing the Election Form and submitting it to the Election Agent by the Election Deadline, and by having this Notice of Guaranteed Delivery properly completed and duly executed by a member of a registered national securities exchange or of the Financial Industry Regulatory Authority or a commercial bank or trust company having an office or correspondent in the United States (subject to the condition that the stock certificates, the delivery of which is hereby guaranteed, are in fact delivered to the Election Agent no later than 5:00 p.m., New York City time, on the third New York Stock Exchange trading day after the date of execution of the Notice of Guaranteed Delivery (the "Guaranteed Delivery Deadline")).

If the Election Agent does not receive a properly completed Election Form accompanied by all share certificates by the Election Deadline (unless an Election Form and a Notice of Guaranteed Delivery have been properly completed and delivered by the Election Deadline and the certificates are received by the Election Agent by the Guaranteed Delivery Deadline), you will be deemed to have made no election with respect to the Allis-Chalmers Shares represented by those certificates and the type of merger consideration to be received by you with respect to those Allis-Chalmers Shares will be determined in accordance with the merger agreement.

GUARANTEE OF DELIVERY

(NOT TO BE USED FOR SIGNATURE GUARANTEES)

The undersigned, a bank, broker, dealer, credit union, savings association or other entity which is a member in good standing of the Securities Transfer Agents Medallion Program or a bank, broker, dealer, credit union, savings association or other entity identified in Rule 17Ad-15 under the Securities Exchange Act of 1934, as amended, as an "eligible guarantor institution" (each of the foregoing being referred to as an "Eligible Institution"), hereby guarantees to deliver to the Election Agent, at one of its addresses set forth above, either the shares surrendered hereby, in proper form for transfer, or confirmation of the book-entry transfer of such shares to the Election Agent's account at The Depository Trust Company ("DTC"), pursuant to the procedures for book-entry transfer set forth in this Notice of Guaranteed Delivery, in either case together with one or more properly completed and duly executed Election Form (or facsimile thereof) and any other required documents within three New York Stock Exchange trading days after the date of execution of this Notice of Guaranteed Delivery.

The undersigned acknowledges that it must deliver the Election Form (or facsimile thereof) and the certificates representing the Allis-Chalmers Shares surrendered hereby to the Election Agent within the time period set forth above and that failure to do so could result in a financial loss to the undersigned.

Authorized Signature: _____

Name: _____

(Please Print)

Title: _____

Name of Firm: _____

Address: _____

(Including Zip Code)

Area Code and Telephone Number: _____

Date: _____

NOTE: DO NOT SEND CERTIFICATES FOR ALLIS-CHALMERS SHARES WITH THIS FORM. CERTIFICATES FOR ALLIS-CHALMERS SHARES SHOULD BE SENT ONLY WITH YOUR ELECTION FORM.