

NOTICE OF GUARANTEED DELIVERY
for
Exercise of Class A Warrants and Class B Warrants
of
SMITH INTERNATIONAL, INC.

As set forth in the Offering Circular/Prospectus dated October 1, 1991 (the "Prospectus") under "Terms of the Warrant Reduction Offers—How to Exercise," this form or one substantially equivalent hereto must be used to tender for exercise Class A Warrants (the "Class A Warrants") or Class B Warrants (the "Class B Warrants," and together with the Class A Warrants, the "Warrants") of Smith International, Inc., a Delaware corporation, pursuant to the Warrant Reduction Offers (as defined in the Prospectus) if the certificate(s) for the Warrants to be exercised are not immediately available, or the procedure for book-entry transfer cannot be completed on a timely basis, or a Warrantholder cannot deliver the certificate(s) and all other required documents to the Warrant Agent prior to the Expiration Date (as defined in the Prospectus). This form may be delivered by hand or sent by facsimile transmission or mail to the Warrant Agent, and must be received by the Warrant Agent on or prior to the Expiration Date.

**To: First Chicago Trust Company
of New York, Warrant Agent**

By Mail:
P.O. Box 2992
Church Street Station
New York, New York 10008-2992

By Hand:
Ground Floor Teller
Tender and Exchange Section
30 West Broadway
New York, New York 10007

Telephone:
(212) 587-6044

Facsimile:
(212) 233-2002
(212) 587-9124

DELIVERY OF THIS INSTRUMENT TO AN ADDRESS OR TRANSMISSION OF INSTRUCTIONS VIA A FACSIMILE NUMBER OTHER THAN AS SET FORTH ABOVE WILL NOT CONSTITUTE A VALID DELIVERY.

Gentlemen:

The undersigned hereby tenders for exercise to Smith International, Inc., a Delaware corporation, upon the terms and subject to the conditions set forth in the Prospectus, receipt of which is hereby acknowledged, the number of Class A Warrants and/or Class B Warrants set forth below, pursuant to the guaranteed delivery procedures set forth in the Prospectus under the caption "The Warrant Reduction Offers—How to Exercise."

Number of Class A Warrants Exercised

Name(s) of Record Holder(s):

Certificate Nos. (if available)

Please print Address(es) Here:

Number of Class B Warrants Exercised

Certificate Nos. (if available)

Check ONE box if Warrants will be tendered by
book-entry transfer:

Area Code and Telephone Number

- ☐ The Depository Trust Company
☐ Midwest Securities Trust Company
☐ Philadelphia Depository Trust Company

Signature(s)

Account Number _____

Dated: _____, 1991

GUARANTEE

The undersigned, a member firm of a registered national securities exchange or a member of the National Association of Securities Dealers, Inc. or a commercial bank or trust company having an office or correspondent in the United States, guarantees that (a) the above named person(s) owns the Warrants tendered for exercise hereby and (b) the undersigned will deliver to the Warrant Agent the certificates representing the Warrants tendered hereby in proper form for exercise with required signature guarantees (or written confirmation of book-entry transfer of such Warrants into the Exchange Agent's account at The Depository Trust Company, the Midwest Securities Trust Company or the Philadelphia Depository Trust Company), together, in each case, with cash or a certified or official bank check made payable to Smith International, Inc. in the amount of the aggregate exercise price of the Warrants exercised, and any other required documents, all within five New York Stock Exchange, Inc. trading days after the Expiration Date.

(Address)

(Name of Firm)

(Area Code and Telephone Number)

(Authorized Signature)

Dated: _____, 1991