



MONTHLY DRILLING UPDATE – SNAKE RIVER PROJECT

AusTex Oil Limited
A.C.N. 118 585 649

ASX: AOK
OTCQX: ATXDY

Corporate Snapshot

Market Cap: \$13.5m @
\$.024/share
Shares on issue
Ordinary: 562.5m
Preference: 220.1m
Options: 38m
Shareholders: 1,927

Directors

Russell Krause
(Non-Executive Chairman)

Richard Adrey
(Co-Managing Director)

Nick Stone
(Co-Managing Director)

Mark Paton
(Non-Executive Director)

Justin Clyne
(Company Secretary)

Contact

Level 9, 2 Bligh Street,
Sydney NSW 2000 AUSTRALIA
Tel +61 2 9238 2363
Fax +61 2 8088 7280

www.AusTexoil.com
<https://twitter.com/AusTexAOK>

Highlights –

- As previously announced AOK acquired 720 acres in Kay County near the Snake River project with a producing well and a salt water disposal well permitted for 15,000 bbls/day;
- The Company has Spudded the Buffalo 19-2 vertical well targeting the Mississippian formation but will test the deeper Ordovician aged formations for commercial hydrocarbons;
- The drill location was chosen based off 3D seismic interpretation coupled with geological study; and
- If the new well tests commercially, five other well locations on the properties have been identified for Snake River development;

United States oil and gas producer, AusTex Oil Limited (**ASX: AOK, OTCQX: ATXDY, AusTex or Company**), is pleased to provide shareholders with this latest update on the Company's drilling activities.

Since acquiring the acreage under the transaction announced 21 March, 2017, the Company has commenced reviewing the data and on a preliminary desktop basis, the area appears to have similar geology to the acreage which comprised the Company's original drilling program at Snake River on the East Tonkawa Unit with the Mississippian Chat as the primary target.

AusTex's geologist has identified the highest priority drill targets for new vertical wells and the Company is confident that new wells in the area can be drilled and completed at a cost of circa US\$350k per well all in.

Additions to the drilling program in other areas of holding will be released to the market separately.

We will keep the market informed on the progress.

Richard Adrey
Co-Managing Director