

19 July 2017

(ASX CODE: IPB)

TERMINATION OF LEXINGTON AGREEMENT

Following on from IPB Petroleum's (IPB or the Company) General Meeting and subsequent announcement of 11 July 2017, IPB advises that it has not been able to satisfactorily resolve the outstanding concerns relating to the delivery of services by Lexington Partners Pte Ltd (Lexington) under the Business Development Services Agreement (BDSA Agreement) executed on May 17 2017.

IPB advises that it has as a result terminated the BDSA Agreement with Lexington. The adjourned General Meeting of 11 July will now not be reconvened as the Board no longer recommends the issuance of share options under proposed resolutions 4 and 5 of the General Meeting.

IPB is disappointed that an acceptable remedy to its notified non-compliance under the BDSA Agreement could not be achieved. The Company does however see continuing merit in a strategy to investigate, assess, and if successful secure production and or development opportunities in South East Asia.

Accordingly the Company advises that it intends to continue with such as strategy which it sees as complementary to farming out its acreage for the drilling of an appraisal well at Idris in its core WA-424-P Permit in the Browse Basin NW Australia.

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