

Project update: Sale of non-core asset

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Board of Directors:

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Craig Mathieson (Non-executive)

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Company Secretaries:

Justin Mouchacca

Melanie Leydin

Securities on Issue:

397,614,352

About Abilene Oil and Gas Limited

Abilene Oil and Gas Limited is a Mid West USA focused production, development and exploration company. The company assets are located in Kansas. The company strategy is focused on building up oil production assets, increasing drilling locations and adding exploration acreage in the region. The company strategy is based on a combination of targeting high return projects and innovative funding while maintaining low overhead and corporate costs.

Abilene Oil and Gas Limited ('Abilene' or 'the Company') advises that its non-core interest in the Klick Joint Venture has been sold. The Company's working interest in the project was 49.2% with the proceeds from the sale of its interest amounting to USD\$50,000.

About Klick

The Klick East Oil Field is located in Section 22 of T29N-R14W, Woods County, Oklahoma, which is in the middle of a vast oil and gas-producing province being the Northern Shelf of the Anadarko Basin. The operator of the Joint Venture is CMX Inc.

The Northern Shelf Area is bounded by the Pratt Anticline to the northeast and the Southern Oklahoma fold belt to the southwest. The Anadarko Basin is a large Paleozoic basin with a long history of oil and gas production. Klick East Oil Field comprises 320 acres.

For further information or enquiries, please contact:

Paul Salter

Non-executive Chairman

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