

OGI GROUP LTD

ASX / MEDIA ANNOUNCEMENT

27 August 2014

Napoleonville Update Oil & Gas Shows

Templet #1 well, Louise Prospect, Assumption Parish, Louisiana, Non-Operator 3.28% working interest

The Company is pleased to confirm that the Templet #1 well is presently drilling ahead at 11,470 ft. The well encountered shows in the Cris R II and III (both secondary objectives).

The Cris R II (11,211 – 11,225 ft (MD)) show was relatively weak with sample fluorescence of 10% but with little additional gas in the mud. The Cris R III (11,401-11,420ft (MD)) show is indicative of oil and comprises sample fluorescence of 50% accompanied by a significant gas increase in the mud.

Mud logs indicate the well is running 40-50ft higher than anticipated. The primary objective (Cris R IV) is expected approximately 300 ft below the Cris R III. Additional secondary objectives exist in the Cris R V and Cris R VI with the planned TD of 13,147ft (MD).

The well is located on the Louise Prospect on the Napoleonville Salt Dome and is targeting 600,000 – 800,000 bbls of oil in an updip segment of a proven oil bearing compartment.

The Company owns a 3.28% WI and is free carried to casing point.

The well is expected to penetrate an accumulation of oil in a 3D-defined, normally pressured, block updip from a productive well where an equivalent target interval has produced 2.2Millb of oil and 10.5 bcf of gas. The prospect follows the same style as the Hensarling #1 well and is located to the immediate south of that well.

On behalf of the Board

Chris Ritchie
Executive Director

COMPANY INFORMATION

OGI Group Ltd
ABN 34 090 074 785

COMPANY DIRECTORS

Chris Ritchie – Exec Director
Mark Freeman – Non-Exec
Director
Ian Daymond – Non-Exec
Director

MANAGEMENT

Chris Ritchie – CFO / Co Sec

STOCK EXCHANGE LISTING

Australian Stock Exchange
ASX Code: OGI

Current Shares on Issue:
191,940,064
Market Capitalization as at
27 August 2014 based on a
share price of \$0.005 per share:
AUD 1.0 million

CURRENT PROJECTS

Napoleonville
- Dugas & Leblanc #3
- Hensarling #1
- Templet #1

Bowtie West

- Sugar Valley #1