

Dear Fellow Shareholders,

Welcome to the Annual General Meeting of Jacka Resources Limited for 2016.

Given the current state of the global oil markets, the ability of Jacka to access funding support on acceptable terms remains a challenge. In response, the Company has significantly reduced its operating costs and is exploring various options to manage its future funding requirements.

During the year the Company participated in the successful completion of Phase 1 of the AJE Project in Nigeria with commencement of commercial production in May 2016. As previously advised, Jacka's funding for this project was provided by MX Oil PLC (MXO). Pursuant to that arrangement MXO has taken ownership of the interest in this project and Jacka retains an indirect interest through its 3.8% equity interest in MXO, which is currently worth approximately A\$900,000.

With the further deterioration in the market for junior oil & gas exploration and development companies, the Company has continued to husband its limited resources carefully and further reduce its expenditure commitments wherever possible. To this end, the Company has withdrawn from the joint venture in Tunisia and is also negotiating a withdrawal from its involvement in Tanzania, where it has had no success in attracting a farminee to its 100% interest in the Ruhuhu licence.

In Somaliland Jacka retains a 5% buy-in right on the Odewayne block.

While the Company continues to rationalize its investments and husband its remaining assets, we continue to review projects that will assist in reinvigorating the activity profile of the Company and attract funding support and growth in shareholder value. We are hopeful of resolving the remaining exposure in Tanzania in the near term, and are actively working on alternative investment opportunities.

With cash reserves of approximately A\$600,000 plus tradable MXO stock worth approximately \$900,000, JKA retains approximately A\$1.5 million in cash and marketable securities.

I would also like to take the opportunity to thank the Board and our executives, shareholders, consultants and joint venture partners for their continuing contribution and support in seeking to further the development of the Company's assets in a very difficult market for junior oil & gas exploration and development companies.

Yours sincerely,

Max Cozijn – Chairman

28th November 2016