

Oil and Gas Production Update

Winchester Energy Limited (**Winchester** or **Company**) is pleased to provide an update on daily oil and gas production from the 8 wells operated by CEGX on the White Hat ranch oil and gas lease. The daily production figures reported are for the 7 day period ending on 11 May 2017.

Total oil production has increased to 507 bopd from 393 bopd recorded for the March 2017 quarter, an increase of over 29%. Average daily gas production was 291 mcfpd. Average daily oil and gas production is now 554 boepd.

The increase in oil and gas production is due to recently commenced production from a sand unit in the Strawn Formation in White Hat 20#2, as well as improvements in production from 4 wells as a result of a recently completed chemical treatment program which has removed down-hole scaling in those 4 wells.

Date: 15 May 2017

ASX Code: WEL

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Gross Oil and Gas Production 7 Day Average for Period Ending 11 May 2017					
Oil Well	Average Gross Oil Production Per Day	Average Gross Gas Production Per Day	WEL's WI %	Gross BOEPD Production	Producing Unit
White Hat 20# 1	17 bopd	Nil	50%	17 boepd	Ellenburger Formation
White Hat 20#2	118 bopd	Nil	50%	118 boepd	Strawn Formation
White Hat 21# 1	92 bopd	53 mcfpd	50%	100 boepd	Ellenburger Formation
White Hat 21#2	11 bopd	1 mcfpd	50%	11 boepd	Ellenburger Formation
White Hat 21#4	234 bopd	237 mcfpd	50%	273 boepd	Ellenburger Formation
White Hat 38# 1	Nil	Nil	50%	Nil	n/a
White Hat 38#2	23 bopd	Nil	50%	23 boepd	Ellenburger Formation
White Hat 21#5	12 bopd	Nil	50%	12 boepd	Ellenburger Formation
TOTAL	507 bopd	291 mcfpd	50%	554 boepd	



All oil and gas production from the White Hat ranch oil and gas lease is subject to royalty payments of 23.5% to the oil and gas mineral rights owners of the White Hat ranch. The figures represented above are pre-royalty.

—ENDS—

For further information, please contact:

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Competent Person's Statement

The information in this ASX announcement is based on information compiled or reviewed by Mr Neville Henry. Mr Henry is a qualified petroleum geologist with over 40 years of Australian, USA and other international technical, operational and executive petroleum experience in both onshore and offshore environments. He has extensive experience of petroleum exploration, appraisal, strategy development and reserve/resource estimation, as well as new oil and gas ventures identification and evaluation. Mr Henry has a BA (Honours) in geology from Macquarie University.