

ASX Announcement

31 DECEMBER 2018 QUARTERLY ACTIVITIES REPORT

30 January 2019

Highlights

Projects

- Indus seeking to conclude regulatory review and progress New Era Oil and Gas transaction to binding terms in Q1 2019

Corporate

- Cost reduction measures including Director Salary Sacrifice continue
- Cash and Cash Equivalents as at 31 December 2018 \$0.874m

Projects

Term Sheet entered with New Era

On 18 October 2018 the Company announced that it had entered into a non-binding term sheet to acquire 100% of the issued capital of New Era Oil and Gas Pty Ltd (**New Era**).

New Era is a South Australian based private oil and gas Company which recently entered into an agreement to farm into 50% positions in two onshore oil and gas exploration blocks in the onshore Cooper Basin. The New Era Board and management includes a team of highly experienced oil and gas professionals who will drive the exploration and development process on the acquisition assets and lead a strategy to grow the Company's asset portfolio. The focus of New Era will be on acquiring further onshore Australian assets, specifically in the Cooper Basin.

The New Era transaction is subject to a number of conditions precedent, including in-principle approval by ASX of the transaction for the purposes of completing a reverse takeover and Indus/New Era being re-admitted to trading on the ASX. The Company submitted the draft application for in-principle approval to ASX during Q4 2018 and as a result of feedback from ASX to the draft application, is working with New Era to satisfy ASX requirements around the asset portfolio to be acquired. The Company and New Era expect to re-submit the application to meet ASX requirements in the next 1-2 months.

Following receipt of approval from ASX to proceed, the Company expects to complete final due diligence quickly and enter into a binding share sale agreement with New Era and Indus as soon as practicable. Once a binding agreement is finalised, the transaction will be subject to Indus shareholders' approval, completion of a capital raising, compliance with Chapters 1 and 2 of the ASX Listing Rules and re-admission to the official list of ASX.

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Share Price: \$0.021
Shares: 165,644,076
Market Cap: \$3.48m

BOARD & MANAGEMENT

Mr Jonathan Whyte
Non-Executive Director
and Company Secretary

Mr Rhys Bradley
Non-Executive Director

Mr Michael Jardine
Non-Executive Director

ABN
22 009 171 046

ASX CODE
IND

Further details of the transaction, including detailed information on New Era's oil and gas assets and key management personnel, the key terms of the transaction, indicative capital structure and transaction timetable will be announced on the signing of the binding share sale agreement.

The Company will provide an update to the market on the above transaction as soon as further material developments occur.

Corporate

Cost Reduction Measures including Director Salary Sacrifice

The Company continues to keep all expenditure and overheads to a minimum and will maintain this policy, and the director salary sacrifice program, until such point as the Company has signed a binding agreement with New Era and commenced the re-admission process. There were minimal costs incurred again during the quarter, the main expenditure being compliance costs consisting of Share Registry costs for the Notice of Meeting and AGM and also audit fees for the full year audit, as well as some minor legal fees.

Cash and Liquid Assets

As at 31 December 2018 the Company held cash and cash equivalents of \$0.874m.

On behalf of the Board of Directors

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