

Wizard Lake Rex-3 Frac Underway

6 December 2019

46 stage frac along 2100m horizontal

- Frac program has commenced along the Rex-3 horizontal, which was ~2,100m in length (~300m longer than original plan), 74% longer than Rex-1 and 40% longer than Rex-2
- Planned 46 stage frac (70% more than Rex-1, 30% more than Rex-2) expected to take three days to complete
- Flow Testing expected to commence week of 9th December
- Rex-2 (IP 540bbls oil/d) awaiting facilities upgrade to restart
- Rex-1 (IP 300 bbls oil/d) reworked to open up full horizontal length, awaiting facilities upgrade
- Facilities upgrade nearing completion and all three wells due to be online in December 2019

Whitebark Energy Ltd (ASX : WBE) is pleased to announce the commencement of the frac program for Rex-3.

The planned 46 stage frac of Rex-3 is 70% larger than Rex-1 (27 stages) and 30% larger than Rex-2 (35 stages) and is expected to take three days to complete.

Rex-3 cleanup flows will take place immediately after the frac work and are expected to commence on or about December 12th. The cleanup flows will be managed through a recently installed satellite test separator which is on the well location. As with previous wells, a downhole pump will be used to accelerate the recovery of the frac fluid and initiate oil and gas recoveries from the reservoir.

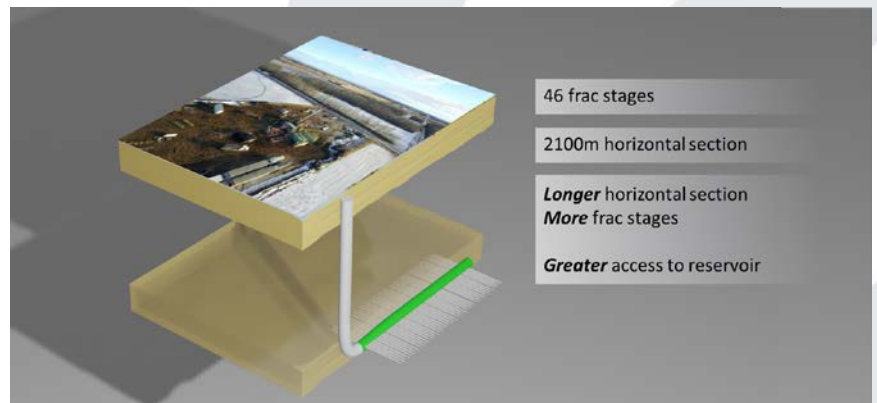


Figure 1 - Rex-3 Frac Plan

Cleanup is expected to last about one week at which time the well will be redirected through the main processing facilities. As previously advised (ASX announcement 26 November 2019), works commenced on the main processing facilities upgrade and pipeline construction on 6 November 2019 and are expected to be completed mid-December. Rex-1 and Rex-2, which are currently shut in will also be connected to the main surface processing facilities once commissioning works are completed.

End

*This ASX announcement was approved and authorised for release by
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The Company confirms that it is not aware of any new information or data that materially affects the information in the relevant ASX releases and the form and context of the announcement has not materially changed.

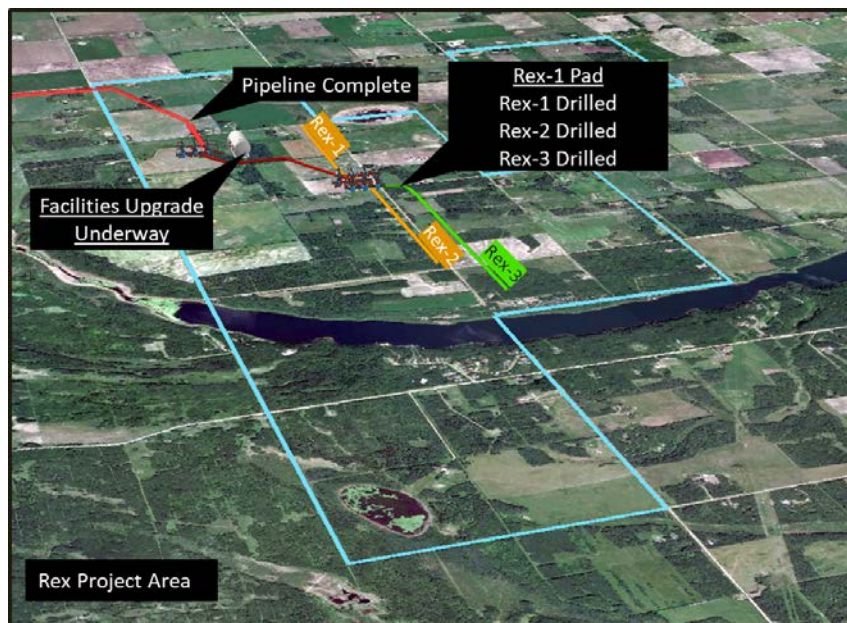


Figure 2 - Wizard Lake Development

Background

- Rex-3 is the third horizontal well to be drilled in the multi-well development of the Wizard Lake Oilfield.
- Rex-3 was drilled from the same pad as Rex-1 and Rex-2 and follows a drill path parallel to and ~300m to the east of Rex-2.
- Rex-3 was drilled to 3,673mMD in eight days with a horizontal section of 2,098m, 298 longer than planned and encountered excellent quality reservoir.¹
- The Wizard Lake Oilfield was identified using geological information obtained from wells drilled mainly in the 1950's.
- It has the potential to contain 24+ wells targeting 11mmboe².
- The horizontal discovery well, Rex-1, was spud on 24 November 2018³.
- Initial flow testing of Rex-1 recorded rates of more than 300 bopd. Total oil produced from the 16-day flow test was subsequently revised to 2845 barrels – a 55% increase on initial oil volume estimates⁴.
- Initial production facilities and an infield pipeline were completed in early June 2019 and Rex-1 began producing on 5 June 2019⁵.
- Rex-2 was drilled and fraced in August and tested in September 2019, with a peak production rate of 865 boed (540bbls of oil and 2 mmcf of gas) before the well had to be constrained due to unexpected high gas production.⁶
- An upgrade to production facilities was commenced in November 2019 and comprises a 3km gas pipeline to connect to local gas networks and an upgrade of the modular processing facilities to ensure high gas and oil production rates can be managed.⁷
- Whitebark's working interest in the Wizard Lake oil development is now at 40% and will increase to 50% following the drilling and completion of Rex 3.⁸
- The initial independent reserves assessment following the discovery at Rex-1 indicated the likelihood of 12 to 17 follow-up well locations.⁹ Whitebark has secured additional land at Wizard Lake that has increased this to a minimum of 20 well locations.

1 ASX Release 26 November 2019

2 ASX Release 22 August & 1 October 2019

3 ASX Release 26 November 2018

4 ASX Release 20 February 2019

5 ASX Release 5 June 2019

6 ASX Release 6 September 2019

7 ASX Releases 4 & 6 November 2019

8 ASX Release 30 May 2019

9 Refer to ASX Release 15 March 2019