

17 December 2014

US Federal Bankruptcy Court Update

As previously announced, on Friday 5 December 2014 the US Federal Bankruptcy Court refused an application by Castlake LP to set aside the bankruptcy of Marion Energy, Inc. However, the Court also refused an application by Marion Energy, Inc. (**MEI**) to allow super-priority for working capital funding during the bankruptcy period. The Court ordered that Marion Energy Inc. would have bankruptcy protection from its creditors until 1 June 2015.

Since that time, the board of Marion Energy Inc. has been in discussion with Castlake LP in relation to funding the working capital requirements of MEI during the bankruptcy period but those discussions have not resulted in agreement. Accordingly, MEI will bring the matter back to the US Federal Bankruptcy Court at 2.00 pm (US Mountain Time) on Wednesday 17 December 2014 (AEST: 8.00 am Thursday 18 December 2014)

Marion Energy Limited

Per:



Nick Stretch
Company Secretary