



Abilene enters into Loan Agreement

ACN 000 752 849

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Board of Directors:

Paul Salter (Chairman)

Peter Best (Executive)

Craig Mathieson (Non-executive)

Mordechai Benedikt (Non-executive)

Company Secretaries:

Justin Mouchacca

Melanie Leydin

Securities on Issue:

73,223,295

About Abilene Oil and Gas Limited

Abilene Oil and Gas Limited is a Mid West USA focused production, development and exploration company. The company assets are located in Kansas. The company strategy is focused on building up oil production assets, increasing drilling locations and adding exploration acreage in the region. The company strategy is based on a combination of targeting high return projects and innovative funding while maintaining low overhead and corporate costs.

Abilene Oil and Gas Limited ('Abilene' or 'the Company') is pleased to announce that it has entered into a Loan Agreement ('Agreement') with a related entity of Mr Craig Mathieson (ABL Director) and substantial shareholder, Holdrey Pty Ltd ('Holdrey'), to secure short term funding requirements for the Company. Under the Agreement, Holdrey will provide the Company with \$160,000 in order to fund completion costs relating to the recently success well drilled, the Woelk #1-21 well, at the Company's Central Kansas Uplift Project. The loan provided by Holdrey will not bear any interest, has repayment date of 30 April 2015 and is not a secured loan.

The payment of completion costs relating to the Woelk #1-21 well will allow the Company to commence earning revenue from the sale of oil and gas extracted from this well in the coming months.

As previously announced on 21 October 2014, the joint venture has the right to exercise an option for the second land package available by no later than 30 April 2015 and in light of the upheaval in oil and gas markets as a result of the material fall in the oil price the board is considering current funding alternatives in order for the Company to make a decision on whether to exercise its option as well as fund follow on drilling activities.

For further information or enquiries, please contact:

Paul Salter

Non-executive Chairman

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