



ASX Announcement

19 January 2015

Abilene Operations Update

ACN 000 752 849

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Board of Directors:

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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 the following operational update:

CKU Project: Woelk #1-19 Well.

This well has been drilled to a total depth of 3303 feet and results show the potential for the well to be economic oil producer. Evaluation of the well during the drilling phase indicates the potential for the well to be completed as an Arbuckle producer with possible secondary reserves in the Lansing/Kansas City Interval. Accordingly the Central Kansas Uplift (CKU) joint venture operator has recommended that the well be completed for future production. The current operation is running production casing.

This well completes the initial four well program in the CKU project.

The next stage will be for the joint venture to evaluate the initial results and decide on the forward program through 2015. The initial results are promising from an operational perspective and also from the technical results, with three of the four wells being completed as potential producers.

Further production information on each of the wells will be provided once received from the joint venture.

For further information or enquiries, please contact:

Paul Salter
Non-executive Chairman
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***Competent Person Statement Information** – The geological information contained in this report have been compiled or reviewed by Mr Peter Best, Executive Director of ABL. Mr Best has over 33 years of experience in petroleum geophysics and geology and is a member of the American Association of Petroleum Geology. Mr Best consents to the inclusion of the information in this report relating to geological information in the form and context in which it appears.*