

**ASX Announcement – April 30, 2015****Quarterly Activities Report for the Quarter Ended 31 March 2015**

Hawkley Oil & Gas Limited (“Hawkley” or “The Company”) provides the following report on activities for the quarter ended 31 March 2015.

**Business Development**

Due to current financial restrictions, Hawkley is seeking potential joint venture partners for its projects. Given the ongoing political issues in Ukraine, negative investor sentiment for the region remains.

The Company is also considering certain corporate transactions and other project opportunities and will advise of any developments in due course. Shareholders should be aware that there is no certainty of such discussions and negotiations leading to a transaction being concluded.

**Convertible Loan Agreements**

Hawkley has entered into 2 unsecured short term loan agreements to provide additional working capital whilst the Company pursues its business development strategies. The first agreement is for A\$100,000 with an entity associated with one of the Company’s major shareholders and the second agreement is for A\$125,000 with an entity associated with the Chairman, Mr Glenn Featherby. The principle terms of the agreements are:

- Interest of 4.5% per annum calculated daily and applied upon settlement or conversion;
- Repayable on or before 31 December 2015;
- Subject to shareholder approval, the lender may elect to convert the principal and accrued interest into fully paid ordinary shares in Hawkley at:
  - A\$0.006 per share or,
  - if prior to 30 September 2015, Hawkley announces to the ASX that it proposes to undertake a Rights Issue or Placement, then the price per Share offered for subscription pursuant to that Rights Issue or Placement; and
- Shareholder approval for conversion rights to be sought at the next general meeting of Hawkley shareholders.

**Directors**

**Glenn Featherby**  
Executive Chairman

**Bill Foster**  
Non-Executive Director

**Anthony Reilly**  
Non-Executive Director

**Share Information**

ASX Code:	HOG
Shares on Issue:	288.2M
Options on Issue:	13.0M
Share Price*:	0.6¢
Market Cap*:	\$1.7M

\*As at 29<sup>th</sup> April, 2015

**Sorochynska Production Licence**

**Location:** Onshore Dnieper-Donets Basin, Ukraine  
**Area:** 96.7km<sup>2</sup>  
**Hawkley's Interest:** 100% & Operator

In November 2014, the Sorochynska 201 well in Ukraine experienced a sudden significant decrease in production. Investigations identified that the change in performance was due to water influx. Production ceased during December whilst investigations into possible remedies continued.

During the quarter the Company arranged for additional compression equipment to be installed in an effort to resume production. Supply and installation of additional compression equipment was completed in March. Testing and commissioning of the additional equipment was carried out successfully, however the gas volume and pressure at the inlet was not sufficient for the compressor to continue operation.

The well is currently closed with monitoring indicating that the gas pressure is increasing due to gas inflow. The situation will continue to be monitored with the possibility of a further attempt to restart production in the near term if gas pressure increases sufficiently. There have also been further staff reductions and cost saving measures implemented in Kiev following the production halt at Well 201.

The Company will update investors further when new information becomes available.

**Stoliarovska Production Licence**

**Location:** Onshore Dnieper-Donets Basin, Ukraine  
**Area:** 47km<sup>2</sup>  
**Hawkley's Interest:** 100% & Operator

As previously advised, the licence area is covered by a relatively closed space grid of mixed vintage seismic. In 2013 Ukrgeofizika was contracted to reprocess and reinterpret the 2D seismic data set. Ukrgeofizika's reprocessing and interpretation report was received in December 2013 and has been reviewed by Hawkley's technical team. The timing and extent of further exploration is subject to an improvement in the Company's current financial position and the results of farm-out discussions.

**Chernetska Exploration & Production Licence**

**Location:** Onshore Dnieper-Donets Basin, Ukraine  
**Area:** 51.7km<sup>2</sup>  
**Hawkley's Interest:** 100% & Operator

The timing and extent of further exploration is subject to an improvement in the Company's current financial position and the results of farm-out discussions.

**Petroleum Tenements**

There have been no acquisitions, disposals or changes in beneficial interests in petroleum tenements during the Quarter.

**For more information, please contact:**

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Hawkley Oil & Gas Limited  
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## About Hawkley Oil & Gas Ltd

Hawkley Oil & Gas Ltd (ASX: HOG) is an exploration, development and production company with 100 per cent owned assets in Ukraine, a country with huge untapped gas potential. With a focus on emerging markets, its vision is to create a world-class independent oil and gas company with a portfolio of quality assets in some of the most prolific hydrocarbon basins in the world.

The Company's current assets include:

**Sorochynska** (100% HOG): Approximately 320km east of Kiev in the Poltava region of Ukraine, 3km to the west of Velyki Sorochynska village. Includes a gas plant owned and operated by Hawkley and a pipeline connected to well 201.

**Stoliarovska** (100% HOG): Located 25km east-southeast of Romny in the Sum'ska Oblast, 225km to the east of Kiev. Situated 40km east-southeast and 60km north of Hawkley's Chernetska and Sorochynska licences respectively.

**Chernetska** (100% HOG): Approximately 300km north east of Kiev in the Talalayvskiy district of the Chernigiv region of Ukraine, about 2km to the southeast of the village of Chernetska, in the northwestern part of the Dnieper-Donets Basin.

