



2015 AGM presentation

Phil Thick, Managing Director

November 2015

Contents

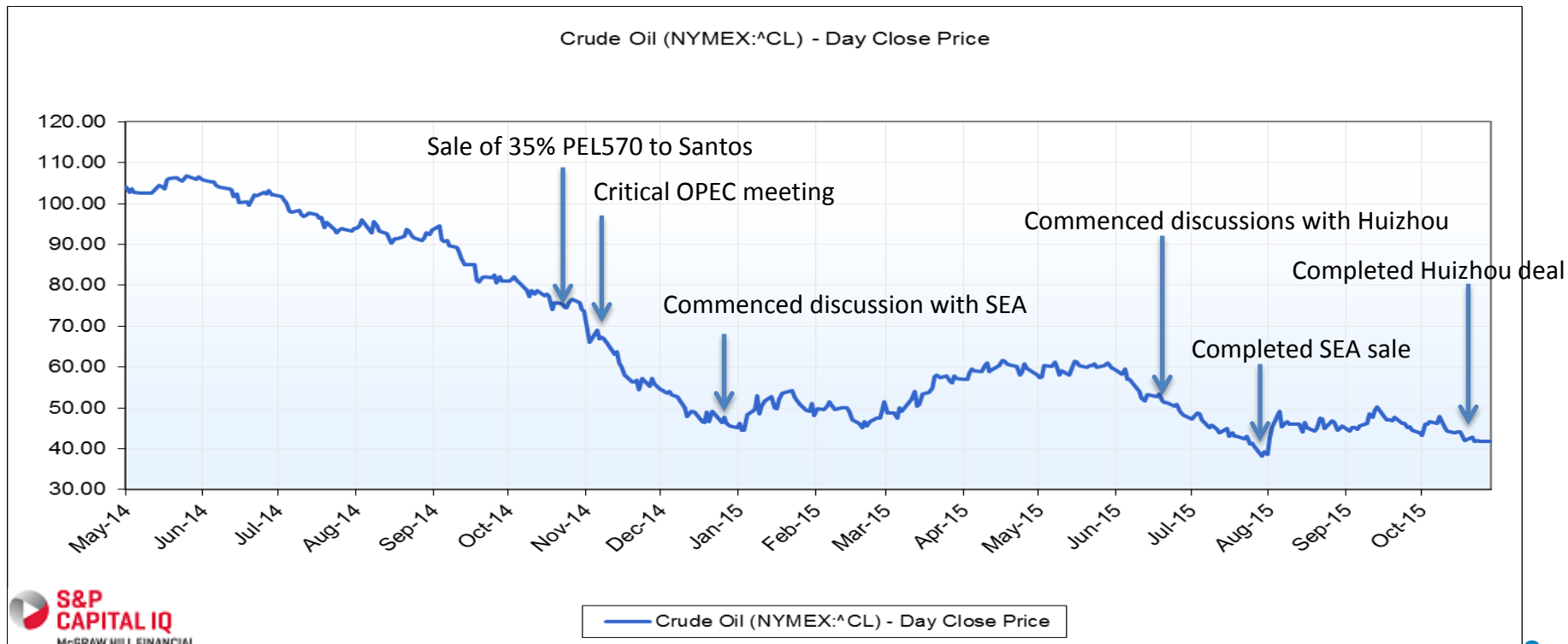


- Reflection on the past year
- Portfolio overview
- Market conditions
- Future proofing – prudent management
- The year ahead



Reflecting on 2015

- Unprecedented 60% fall in oil price over 6 months
- Oil and Gas industry in turmoil globally
- Companies large and small under enormous pressure
- New Standard reacted by slashing costs, cutting staff, selling assets and eliminating debt to survive despite significant stress





Response to 2015 collapse

Exit from the US and Cooper Basin

- Sold United States and Cooper Basin assets to Sundance Energy Australia Ltd
- Transaction eliminated all debt and provided sufficient ongoing liquidity to allow the Company to explore options for future development of its Western Australian onshore assets
- NSE issued with 6 million Sundance shares

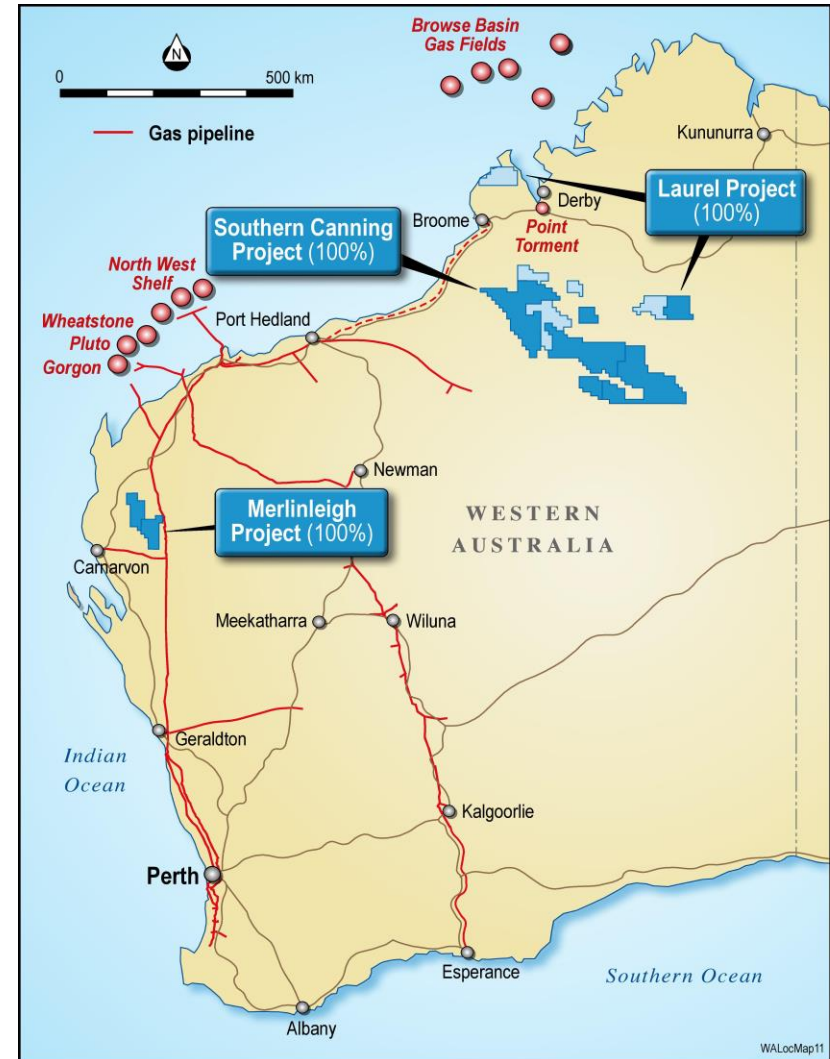
Moving forward

- Announcement of Share Subscription Agreement with Huizhou Energy
 - New Standard will raise up to \$2.5 million from the Agreement, through a placement to Huizhou and a rights issue for existing shareholders which will be underwritten by Huizhou
- Huizhou will also work with New Standard to seek a farm-in partner for the WA assets and to look for new opportunities and potential new assets to grow the Company and increase shareholder value

Portfolio overview



- Return to a core focus on Western Australian onshore oil and gas projects
- Exploration potential remains unchanged – early stage exploration but the basins remain highly prospective for onshore discoveries and potential development
- Need to rationalise large acreage position to focus on highest prospectivity
- Working closely with Huizhou Energy to progress farm-in opportunities for Carnarvon and Canning Basin projects to share the risk and reduce capital exposure
- Potential for exploration activity in both basins recommencing in 2016



Strategic investment with Huizhou Energy



Rebuilding shareholder value (1 of 2)

- Successfully secured a sophisticated partner in very challenging capital markets when little investor appetite exists for early stage exploration at US\$40 oil
 - Financial capability, technical expertise and enthusiasm to progress WA assets was an important outcome for NSE
 - Capital raising structured to minimise dilution and allow existing shareholders to participate alongside Huizhou
- Huizhou is an innovative explorer and will work with NSE to reassess the Canning/Merlinleigh drilling targets and secure a suitable farm-in partner to get back to drilling wells in Western Australia
- Farm-in partner is the next step to funding the new program and creating value for shareholders
 - Huizhou have access to parties and capital in this space
 - Revised work programs and agreement with DMP on rationalised portfolio is essential

Strategic investment with Huizhou Energy



Rebuilding shareholder value (2 of 2)

- NSE will raise up to \$2.5 million, through a placement to Huizhou and a rights issue for existing shareholders which will be underwritten by Huizhou
 - The rights issue will be priced at the lower of the placement and a 25% discount to the 30-day VWAP
 - Funds will provide working capital for the company to restart on-the-ground exploration program in 2016
- Discussions with DMP remain crucial but very constructive to date
- Huizhou will also work with New Standard to look for new opportunities and potential new assets to grow the Company and increase shareholder value



Future proofing – prudent management

- Recognition of ongoing challenging market conditions
- Reflected in tough management decisions throughout 2015
- Careful consideration of capital spend ongoing

Capital management
remains #1 priority

Reduce spend and
manage commitments
pending turnaround of
market sentiment

Overheads cut >70%, staff
by >90%

Well positioned to expand
gradually under low cost
structure as company
grows

Rationalise WA acreage
positions to ensure a clear
focus on the most
prospective areas

Work closely alongside
Huizhou Energy to identify
suitable farm-in partner for
WA assets

Utilise farm-out of WA
assets to reduce or
eliminate capital
commitments

The year ahead



Corporate

- Finalise \$0.9million Share Subscription Agreement with Huizhou Energy Investment (Beijing) Co
- Undertake Rights Issue – which will raise up to approximately \$1.6 million
- Secure an appropriate farm-in partner on acceptable financial terms
- Assess potential acquisitions and growth opportunities alongside Huizhou

Operational

- Rationalise large acreage position to ensure a clear focus on the most prospective areas and revise the forward work programs with the Western Australian Department of Mines and Petroleum
- Work with future joint venture partner/s to confirm work program for upcoming year
- Plan for field operations in 2016, potential for seismic acquisition and drilling

Important notice



This document has been prepared by New Standard Energy Limited ABN 20 119 323 385 ("New Standard").

This presentation contains certain statements which may constitute "forward-looking statements". It is believed that the expectations reflected in these statements are reasonable but they may be affected by a variety of variables and changes in underlying assumptions which could cause actual results or trends to differ materially, including, but not limited to: price fluctuations, actual demand, currency fluctuations, drilling and production results, reserve and resource estimates, loss of market, industry competition, environmental risks, physical risks, legislative, fiscal and regulatory developments, economic and financial market conditions in various countries and regions, political risks, project delays or advancements, approvals and cost estimates.

All of New Standard's operations and activities are subject to joint venture, regulatory and other approvals and their timing and order may also be affected by weather, availability of equipment and materials and land access arrangements, including native title arrangements. Although New Standard believes that the expectations raised in this presentation are reasonable there can be no certainty that the events or operations described in this presentation will occur in the timeframe or order presented or at all.

No representation or warranty, expressed or implied, is made by New Standard or any other person that the material contained in this presentation will be achieved or prove to be correct. Except for statutory liability which cannot be excluded, each of New Standard, its officers, employees and advisers expressly disclaims any responsibility for the accuracy or completeness of the material contained in this presentation and excludes all liability whatsoever (including in negligence) for any loss or damage which may be suffered by any person as a consequence if any information in this presentation or any error or omission there from. Neither New Standard nor any other person accepts any responsibility to update any person regarding any inaccuracy, omission or change in information in this presentation or any other information made available to a person nor any obligation to furnish the person with any further information.

It is not intended as an offer, solicitation or recommendation with respect to the purchase or sale of any securities. Prospective investors should make their own independent evaluation of an investment in New Standard including without limitation, seeking professional advice.

For more information contact:

Phil Thick, Managing Director
+61 8 9481 7477

newstandard.com.au



NEW STANDARD
ENERGY