

WARRO UPDATE

February 16, 2016

Testing Operations Continue at Warro-5 and 6

Transerv Energy (ASX: TSV) is pleased to announce that testing operations at Warro-5 and Warro-6 continue.

At both wells, planned maintenance work on the jet pumps during the past week interrupted testing operations for two days.

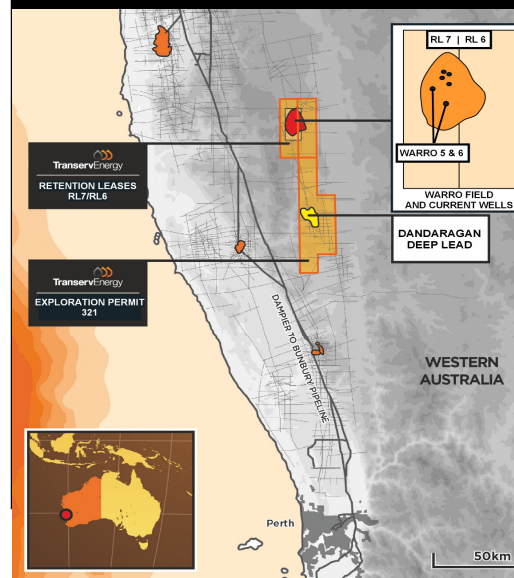
At Warro-5, clean-up flows have recommenced. While the well is still recovering stimulation fluids, gas flow rates are presently in excess of 0.55 mmcf/d and continue rising since testing was restarted. Fluid recovery rates have dropped by a factor of 3 over the same period.

Following the maintenance work, Warro-6 has remained shut in to undergo a pressure build up period. Prior to the shut in, the well continued to produce gas at greater than 1 mmcf/d with decreasing liquid rates.

For and on behalf of the Board.



STEPHEN KEENIHAN
Managing Director



Permit	RL-7
Well Location – Warro-5	30°12'24.55"S, 115°43'43.44"E
Well Location – Warro-6	30°10'53.70"S, 115°43'08.57"E
Transerv Energy's Interest	56%
Field Name	Warro Gas Field
Depth to Reservoir	~4100m RT
Date of Report	17 November 2015
Geological Formation	Yarragadee Sandstone
Forward Operations	Reservoir Stimulation and Testing

ASX : TSV

Registered Office:
Level 7, 1008 Hay Street
Perth, 6000, Australia

PO Box 7209
Cloisters Square, WA, 6850

Ph: 08 6555 6000
Fax: 08 6555 6099

Email: info@transerv.com.au

Directors:
Charles Morgan (Chairman)
Stephen Keenihan
Brett Lawrence

Company Secretary & CFO
Jo-Ann Long

Website:
www.transerv.com.au