



Real Energy Corporation Limited
Level 3, 32 Walker Street North Sydney NSW 2060
Telephone 02 9955 4008

COMPANY ANNOUNCEMENT

DRILL RIG AND EQUIPMENT ON SITE AHEAD OF COOPER BASIN DRILLING PROGRAM

- Drill rig 916 and equipment is now on site and preparations for drilling are at an advanced stage
- Drilling program designed to confirm the presence of gas in Toolachee and Patchawarra formations
- Successful wells to be cased and suspended for flow testing in early 2015

Sydney, 01 September 2014: Cooper Basin focused oil & gas exploration company Real Energy Corporation Limited (ASX:RLE) ("Real Energy") is pleased to advise shareholders that Ensign International drill rig 916 has been mobilised and is now being rigged up at Tamarama-1 wellsite, which is located in ATP927P.

Real Energy's maiden well, Tamarama-1, is expected to spud by the end of the week. The drilling of the Tamarama-1 well is designed to confirm the presence of gas in the Toolachee and Patchawarra formations and to determine reservoir production potential.

Two additional wells, Queenscliff-1 (previously called Avalon-1) and the West Flynnes-1, have been scheduled for drilling subject to results of the Tamarama-1 well. The prospective ATP927P permit is located in close proximity to proven and producing gas and oil fields operated by Santos, with local gas production being used to meet the growing demand for gas on the eastern seaboard.



Figure 2 – Photo of Ensign drill rig to be used at ATP927P

For further information please contact:

Real Energy: Managing Director - Scott Brown +61 2 9955 4008.

Released through: Sam Wallman, Six Degrees Investor Relations, +61 2 9230 0661

About Real Energy Corporation

Real Energy is an oil and gas exploration and development company with a focus on the Cooper Basin, Australia's most prolific onshore petroleum producing basin. Real Energy has 100% ownership in 3 large permits in Queensland being ATP 917P, ATP 927P and ATP 1161P (Application). These permits cover 8,314 km² (2,054,435 acres).

Real Energy is focusing initially on the Toolachee and Patchawarra formations. These formations are well known throughout the basin as holding and producing gas. Seismic interpretation in integration with existing petroleum well data has identified that the Toolachee and Patchawarra formations are significant in part of our acreage. The independent geologist (refer to our prospectus dated 14/10/13) has assessed that Real Energy's areas have a Mean Gross Estimated Petroleum Initially-in-Place of 10.2 Tcf of gas in the Toolachee and Patchawarra formations.