



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

REAL ENERGY WEEKLY DRILLING REPORT

Sydney, 23 October 2014: Cooper Basin focused oil & gas exploration company Real Energy Corporation Limited (ASX:RLE) ("Real Energy") is pleased to provide weekly drilling report of Queenscliff-1 well in the Queensland Cooper-Eromanga Basin ATP 927P as following:

Since the last report the well was drilled from 1765 metres to 2793 metres without any incident. Current operation as at 7.00 am AEDT today was drilling ahead in 8-1/2" hole at depth of 2793 metres. The planned total depth is 3113 metres.

Queenscliff-1 is located 12.85km west of Tamarama-1 and 17km east-northeast of the Whanto-1 gas field. Real Energy's acreage is prospective for basin centred gas (BCG), conventional oil and shale oil and gas. Queenscliff-1 will test the presence gas saturated Permian Toolachee and Patchawarra formations in an area located significantly downdip from the successful Tamarama-1 well and would advance Real Energy's theory on the presence of BCG within ATP927P. An Independent Geologist's report prepared for Real Energy (which was including in Real Energy's prospectus) estimated that the Permian section in ATP927P and ATP917P contains a mean gross estimated petroleum initially-in-place of 10.2 TCF of gas.

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

Or visit the website: www.realenergy.com.au

Geological Information

The geological information in this announcement relating to geological information and resources is based on information compiled by Mr Lan Nguyen, who is a Member of Petroleum Exploration Society of Australia, the American Association of Petroleum Geologist, and the Society of the Petroleum Engineers and has sufficient experience to qualify as a Competent Person. Mr Nguyen consents to the inclusion of the matters based on his information in the form and context in which they appear. The information related to the results of drilled petroleum wells has been sourced from the publicly available well completion reports.



Figure 1 – Photo of Ensign rig at Queenscliff 1

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 producing petroleum basin. Real Energy has 100% ownership in 3 large permits in Queensland – ATP 917P, ATP 927P and ATP 1161PA. 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 for holding and producing gas. Seismic interpretation in conjunction with existing petroleum well data has determined that the Toolachee and Patchawarra formations are significant across much of our acreage. Third-party geological analysis has assessed Real Energy's areas to contain a mean gross estimated petroleum initially-in-place of 10.2 Tcf of gas in the Toolachee and Patchawarra formations.

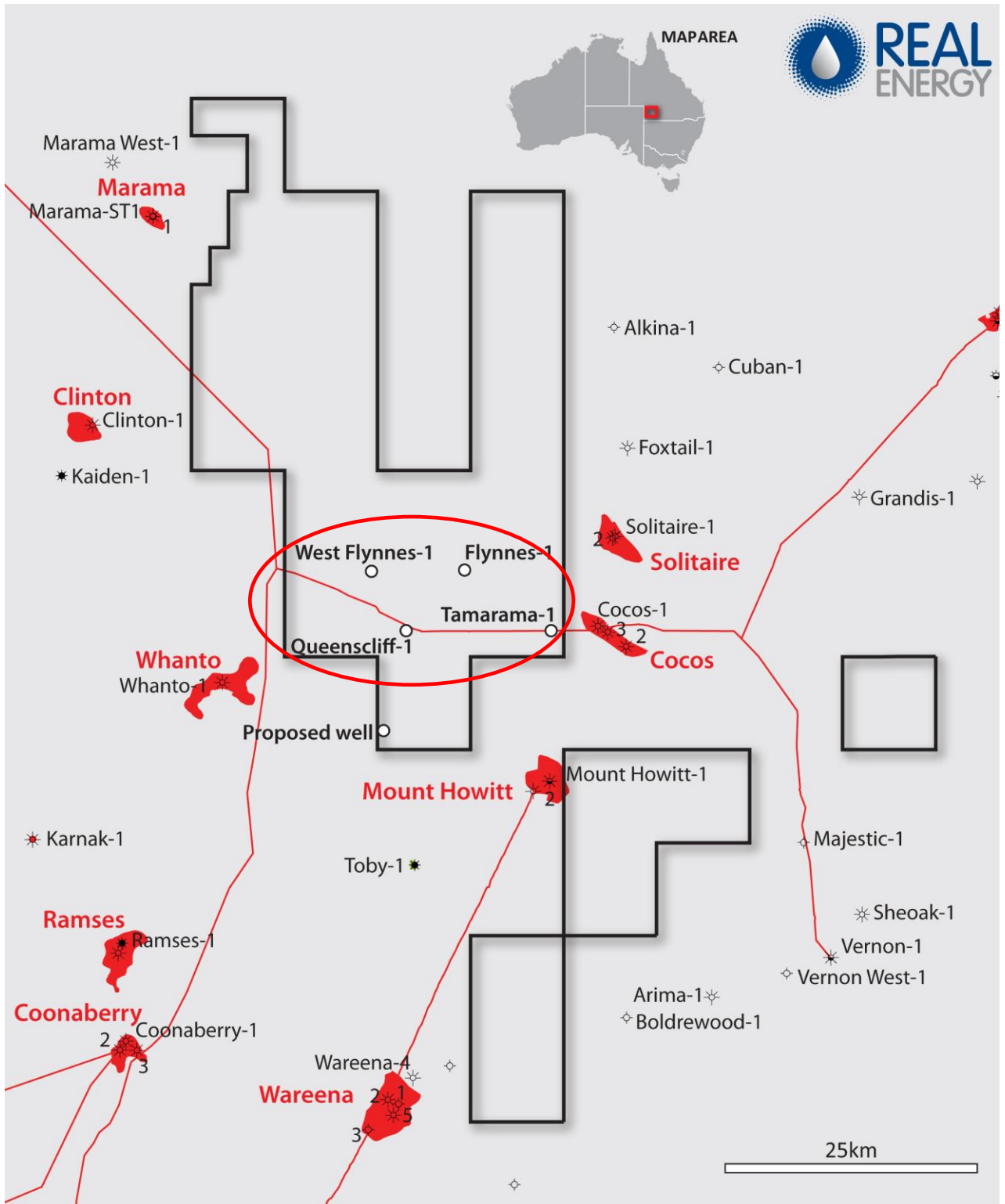


Figure 2 – Location of wells and ATP927P Permit

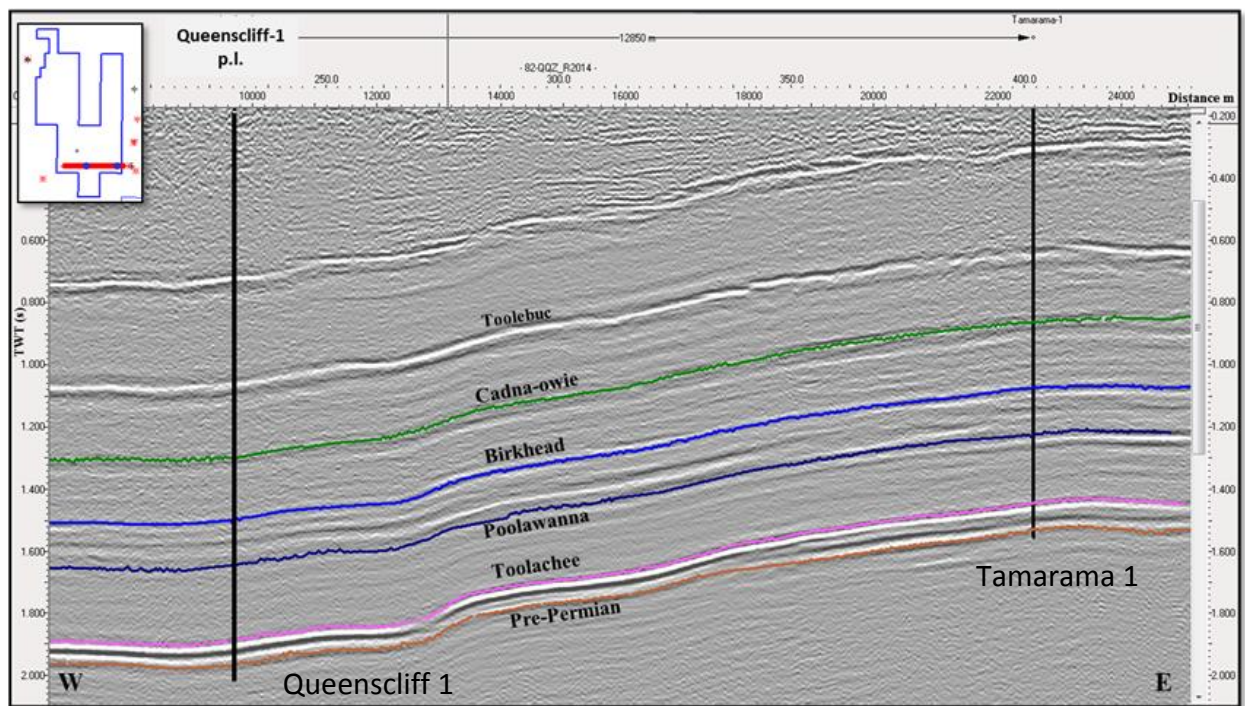


Figure 3 – Seismic Section with Proposed Tamarama-1 and Queenscliff-1 Locations