

Enhanced Oil & Gas Recovery Limited

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ANNOUNCEMENT

(ASX: EOR)

Thursday, 9 July 2015

Update on the Wailawi Oil and Gas Project

Further to the Company's previous announcement to the market on 23 March 2015 regarding the Wailawi Oil and Gas Project, Enhanced Oil & Gas Recovery Limited (**EOR**) is pleased to announce that Perusda Benuo Taka (**Perusda**) has signed a document to effect the formal handover of its Participating Interest to P.T. Benuo Taka Wailawi (**JVCo**).

EOR had previously announced on 23 March 2015 that the Director Oil and Gas of the Indonesian Ministry of Energy and Resources had approved the assignment of 100% of the Participating Interest in the production sharing contract (**Co-operation Agreement**) from Perusda to JVCo. The handover by Perusda marks the completion of the assignment of Perusda's Participating Interest to JVCo.

As previously announced, EOR is proposing to acquire 100% of Centre Energy Petroleum Limited (**CEP**), a Hong Kong registered company. CEP and Perusda are the shareholders of JVCo, with CEP having an 80% economic interest in JVCo. With Perusda having signed a document to effect the formal handover of its Participating Interest in the Co-operation Agreement to JVCo, the Company is now proceeding with its acquisition of CEP.

As the business of oil and gas exploration and extraction constitutes a significant change in the nature of the business of EOR, the Company is required to re-comply with Chapters 1 and 2 of the ASX Listing Rules as if it were applying for admission to the official list of the ASX. EOR is preparing a prospectus and documentation necessary to conduct a general meeting of the Company to obtain the necessary approvals for the acquisition of CEP and its re-compliance with Chapters 1 and 2 of the ASX Listing Rules. The Company will provide further updates in due course.

For further information contact:

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