



1 August 2016

ASX/MEDIA RELEASE

Ocean Hill & UIL Energy Transaction Update

Eneabba Gas Ltd (ASX:ENB) (**Eneabba** or **the Company**) wishes to provide the following update on the Ocean Hill permit and UIL Energy Ltd transactions.

As previously announced the Company has entered into a binding agreement for the sale of its Perth Basin exploration interests, which include its 100% interest in the Ocean Hill project to UIL Energy Limited (ASX:UIL) (**UIL**). Completion of the agreement with UIL is conditional on the satisfaction of certain conditions including the transfer of the Ocean Hill permit from Black Rock Mining (ASX:BKT) (**Black Rock**) to the Company.

The application process is currently underway for the transfer of the Ocean Hill permit from Black Rock Mining to the Company within the Department of Mines and Petroleum (**DMP**).

Under the acquisition agreement between the Company and Black Rock, the Company is required to issue 40 million shares to Black Rock as part consideration for the acquisition of the Ocean Hill permit, with this share issue having being approved by Eneabba shareholders at a general meeting of shareholders held on 9 May 2016. Company shareholder approval was given for the Black Rock consideration shares to be issued within three months of the shareholder approval or such later date permitted by the ASX. Due to the longer than expected approval process within the DMP, this three month period is due to expire shortly, and as a result the Company sought a waiver from ASX listing rule 14.7 in order to extend the deadline date for the issue of consideration shares to Black Rock.

The ASX waiver has been granted on the conditions that the Black Rock consideration shares are to be issued no later than 9 October 2016 and on the same terms as previously approved by Eneabba shareholders.

Details of the waiver are set out below:

"DECISION

1. Based solely on the information provided, ASX Limited ("ASX") granted Eneabba Gas Limited ("Company") a waiver from listing rule 14.7 to the extent necessary to permit the Company to issue 40,000,000 fully paid ordinary shares in the issued capital of the Company to Black Rock Mining Limited ("Consideration Shares"), as approved by the Company's shareholders at the general meeting held on 9 May 2016 ("Meeting"), later than three months after the date of the Meeting, on the following conditions.
 - 1.1. The Consideration Shares are to be issued no later than 9 October 2016, and otherwise on the same terms and conditions as approved by shareholders at the Meeting.
 - 1.2. The terms of this waiver are immediately released to the market.
2. ASX has considered listing rule 14.7 only and makes no statement as to the Company's compliance with other listing rules."

The Company has been advised that a decision from the DMP on the transfer of the Ocean Hill permit is imminent.

Upon completion of the acquisition with UIL, Eneabba shareholders will be invested into one of the largest acreage positions in the Perth Basin and both Eneabba and UIL shareholders will share in the strategic value of their combined portfolio of Perth Basin permits. This consolidation and focused ownership of the Eneabba and UIL permits provides greater flexibility and considerable strategic value for both Eneabba and UIL shareholders.

Eneabba shareholders will retain direct exposure to the potential of Eneabba's Perth Basin projects, as well as gain exposure to UIL extensive Perth Basin portfolio while retaining 100% ownership of the Power Centauri-1 power station.

For more information on the Company, please visit the website at www.eneabbagas.com.au.