

QUARTERLY REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2016

Commenting on key areas of focus, Executive Chairman and Chief Executive Officer, J. Michael Yeager said:

“The third quarter of 2016 has seen a number of major accomplishments in Maverick’s publicly stated plans. As noted at the Annual General Meeting in May, we had two key objectives. We intended to continue our new acreage leasing in the Eagle Ford trend, and we planned to test the market for the sale of our Blue Ridge Field. Both of these objectives had significant progress this quarter, and we expect even greater progress in the fourth quarter of this year.

On increasing our new acreage position, our Eagle Ford acreage will reach approximately 8,500 acres in the next several weeks. The new leases creating this increase from the current 6,000 acres under lease are in the final stages of execution. All key terms have been agreed and the documents are going through their respective final approval processes. We expect this pace of increase to continue through the end of the year toward our goal of 11,000 to 13,000 total acres.

Also as previously reported, we did announce that we signed a contract on 19 October for the sale of the Blue Ridge field. We expect the Blue Ridge sales transaction to be final in the next few weeks, at which time we will be able to focus all of our efforts on our new Eagle Ford position.

The sales proceeds from the Blue Ridge sale will be immediately used to support the purchase of the new Eagle Ford acreage. To finance our initial drilling program, we came to the market for a capital raise. We are very grateful for our Shareholder’s support for this successful activity. We are expecting to begin drilling activities in the fourth quarter and continue into the first quarter of 2017. We will keep you informed on the details of that progress.

Lastly, we have asked our Shareholders to support a name change for the Company. This proposal will be voted on in an Extraordinary General Meeting (EGM) to be held on 7 November. We see this, in combination with the sale of Blue Ridge and our focus on the new Eagle Ford acreage, as the official launch of our new Company. Our entire team is excited about our future, and we look forward to sharing those results with you in the next few months.”

HIGHLIGHTS

- On 23 September 2016 the Company completed a A\$15 million share placement, representing a total of 250 million new shares. The new shares will be issued in two tranches. The first tranche closed on 27 September 2016 consisting of 81.8 million shares and the second tranche is scheduled to close on 7 November 2016 immediately following the EGM, and will consist of the remaining 168.2 million shares.

MAVERICK

DRILLING & EXPLORATION

- Production for the quarters ended 30 September 2016 and 30 June 2016 averaged 494 and 509 barrels of oil per day, respectively.
- With one workover rig in operation during the quarter, 6 wells were recompleted to new pay zones.
- No wells were drilled in the current or the prior quarter.
- Oil and gas capital expenditures of US\$0.6 million were spent in the current quarter versus US\$0.2 million in the prior quarter. We had no capital expenditures for drilling activities in the current quarter or in the prior quarter. On the announced Eagle Ford acreage leasing program, we increased our leasing activities by spending \$0.4 million during the current quarter where we had no expenditures made in the prior quarter. As we continue to ramp up our leasing activities we anticipate a significant increase in our Eagle Ford capital expenditures for leasing during the fourth quarter of this year. Capital expenditures for production activities during the current quarter were US\$0.2 million versus US\$0.2 million in the prior quarter.
- Gross oil price realized during the quarter averaged US\$46.39 per barrel compared to US\$44.51 realized in the prior quarter. Cash received from oil sales for the quarter totalled US\$1.4 million versus US\$1.3 million in the previous quarter. Cash at 30 September 2016 totalled US\$6.4 million.

SUMMARY OF EXPLORATION ACTIVITIES

There are no exploration activities to report for the quarter ended 30 September 2016.

BOARD INFORMATION

Current board members are:

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|-------------------|--|
| J. Michael Yeager | Executive Chairman and Chief Executive Officer |
| Roger Clarke | Vice Chairman and Non-executive Director |
| Lee Clarke | Non-executive Director |
| Joseph Camuglia | Non-executive Director |
| Nigel Smith | Non-executive Director |

CONTACT

Further inquiries contact information:

Howard Selzer
Chief Financial Officer
+1-832-783-5700

Andrew Crawford
Company Secretary
+61-2-4925-3659

Website: www.maverickdrilling.com

About Maverick Drilling & Exploration Limited (ASX: MAD OTCQX: MRVKY)

Maverick is an onshore U.S. focused independent oil company. Existing oil production and reserves development are focused on the drilling of low cost, high margin oil. Maverick's main assets are large acreage positions with majority ownership over parts of the Blue Ridge field located south of Houston, Texas and undeveloped acreage in the Eagle Ford Trend in South Texas, in the United States.