



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

Tamarama-1 Well Update

- **Wet weather has temporarily suspended operations**
- **Real Energy well placed to unlock significant value from its Cooper Basin acreage – taking advantage of growing demand for gas in the Eastern States of Australia**
- **Program designed to test Toolachee & Patchawarra formations below 2,300 metres**

Sydney, 20 June 2016, Cooper Basin focused oil & gas exploration company, Real Energy Corporation Limited (ASX:RLE) ("Real Energy"), advises that since the last report on 6 June 2016, most of the sand volume in the tubing string has been cleaned out by coil tubing operations and the bailing operation by a slick line unit has been undertaken in order to clean out the remaining sand volume above the isolation ball. The bailing operation has been suspended on a temporary basis during the weekend due to wet weather conditions. This operation will resume once the site becomes accessible.

Since the completion of the fracture stimulation operations, the well has been able to flow back some frac fluids but the clean-up flow was hindered by some obstruction in the tubing, most likely to be the isolation ball (which acted in a similar way as a tubing plug isolating stage 4 and stage 5 fracs) stuck inside the tubing string. Once the ball is retrieved or dislodged, the clean-up flow operations would be more effective in order for the Company to undertake the post-frac flow tests.

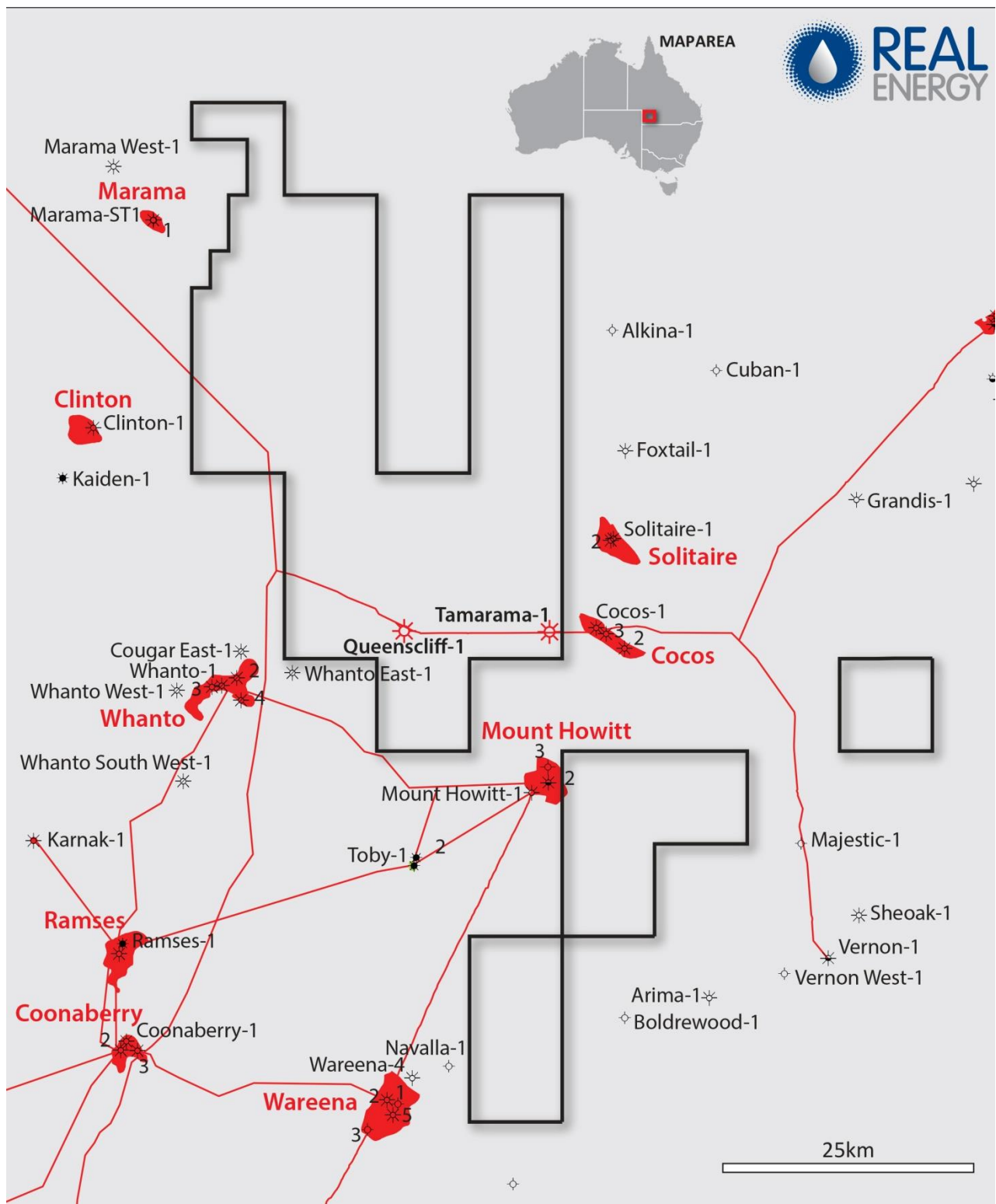
For further information please contact:

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

Released through: Ben Jarvis, Six Degrees Investor Relations, +61 2 9230 0661

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

Twitter: <https://twitter.com/RealEnergyCor>



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.

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 & ATP1194PA.

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.