

(In Liquidation)

ASX Announcement Dated: 1 June 2016

The Liquidators of Bandanna Energy Limited (ASX: BND) (In Liquidation) provide the following update:

Outcome of Reconvened Second Meeting of Creditors

On 1 June 2016 the creditors of Springsure Creek Coal Pty Ltd (Receivers and Managers Appointed) (Administrators Appointed) ('**SCC**' or '**the Company**'), a subsidiary of BND, resolved that the Company is to execute a Deed of Company Arrangement (**DOCA**).

The current Administrators, being Mr Martin Ford, Mr Grant Sparks and Mr Philip Carter of PPB Advisory, will be appointed as the Joint and Several Deed Administrators upon execution of the DOCA, which is anticipated to occur on Thursday, 2 June 2016.

Sale of SCC and the Springsure Creek Project

The DOCA is conditional upon, amongst other things, various share and asset sale agreements completing. This primarily includes the sale of the shares of the Company owned by Bandanna Coal Pty Ltd (In Liquidation) to Adamelia Resources (Springsure) Pty Ltd.

The share and asset sale agreements are anticipated to complete within 7 days of the DOCA being executed.

Completion of sale on the Dingo West Project

Further to our ASX announcement on 2 November 2015, the Company confirms the announced sale of the Dingo West Project completed on 7 April 2016.

End of ASX Announcement

Contact: Liquidators' office

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