

**OTIS ENERGY LIMITED**

A.C.N. 075 419 715

ASX: OTE, OTEO and OTEOA

OTE: 1,154,564,508  
OTEO: 186,049,962  
OTEOA: 722,280,783**DIRECTORS****Mr Harry Hill**  
*Chairman***Mr Barnaby Egerton-Warburton**  
*Managing Director***Mr Winton Willesee**  
*Non-Executive Director*  
*Company Secretary***REGISTERED OFFICE**Suite 25,  
145 Stirling Highway  
Nedlands, Western Australia  
Australia 6009**US OFFICE**7557 Rambler Rd, Suite 970  
Dallas, Texas 75231**CONTACT DETAILS**Website: [www.otisenergy.com](http://www.otisenergy.com)  
Email: [bew@otisenergy.com](mailto:bew@otisenergy.com)  
Aust Phone: +61 2 8003 3438  
US Phone: +1 214 377 1396**Strategic Shareholder Placement****Highlights**

- **Private placement to raise \$1 million at \$0.002 per share**
- **Strategic investor, Oil & Gas Exploration Limited joins register**
- **Board strengthened by new Non-Executive Director appointment**
- **Proceeds will fund ongoing review of additional assets**

**Otis Energy Limited (ASX:OTE)** is pleased to announce that the Company is undertaking a two tranche private placement to Oil & Gas Exploration Limited ("OGL") to raise \$1 million before costs ("Placement").

In conjunction with the Placement, Otis is pleased to announce the appointment of Mr. Alan Beasley as a Non-Executive Director who will join the board upon conclusion of the Placement.

Alan is a highly experienced company director with over twenty years experience within the finance industry. Alan has an extensive network of key stakeholders both nationally and internationally and will bring a wealth of experience and expertise to the Otis board.

Proceeds of the Placement, which will result in the issue of 500 million new fully paid ordinary shares at a price of \$0.002 per share, will enable Otis to continue its ongoing review of complementary oil and gas assets and to fund its existing operations, specifically the Comanche Project located in Jack County, Texas.

The Placement will be completed in two tranches. 250 million shares will be issued pursuant to the Company's capacity under ASX Listing Rules 7.1 and 7.1A, with a further 250 million shares to be issued subject to shareholder approval to be sought at a General Meeting proposed to be held in late July 2013.

As previously advised to the market, the Company is continuing to source and review potential oil and gas acquisition opportunities which complement the Otis portfolio. The Company is currently in negotiations with the vendor of an oil and gas asset located in the Middle East and is also in discussions with a suitable executive to add to the Otis Board with relevant Middle East and North African experience to manage that asset, should negotiations be successfully concluded.

Otis Managing Director Barnaby Egerton-Warburton said: "We are very pleased with the support from OGL for Otis as we progress our existing assets and look to diversify our portfolio with potential new acquisitions. We are pleased to have an executive of the caliber of Alan join our board at this exciting time in Otis' development."

**About Otis Energy Limited**

Otis Energy Limited is an ASX-listed company engaged in the exploration, development and production of oil and gas in the USA with a particular focus on the Gulf States of Texas, New Mexico, Louisiana and Mississippi. Otis Energy implements a low to medium risk strategy with a focus on cash flow and near term production plays.

Otis Energy's Dallas offices are staffed by two Geologists, one Reservoir Engineer and two Landmen allowing Otis to generate and review exploration and production projects internally.

Otis Energy's current portfolio includes:

<b>Project</b>	<b>Working Interest</b>	<b>Revenue Interest</b>	<b>Location</b>
<i>Comanche Project</i>	<i>12.5%</i>	<i>12.5% BPORI</i>	<i>North Central Texas</i>
<i>Avalanche Project</i>	<i>10%</i>	<i>7.5%</i>	<i>South Central Louisiana</i>
<i>Catahoula Lake Project</i>	<i>20%</i>	<i>14.5- 17%</i>	<i>Central Louisiana</i>
<i>Charro Project</i>	<i>5.5%</i>	<i>4.29%</i>	<i>New Mexico</i>
<i>Sombrero Project</i>	<i>5%</i>	<i>3.75%</i>	<i>New Mexico</i>
<i>Stagecoach Project</i>	<i>10%</i>	<i>7.4%</i>	<i>Texas</i>

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