

24 March 2015

Indonesian Approval of the Assignment of the Cooperation Agreement Obtained

Further to the Company's previous announcement to the market on 24 March 2014 regarding the Wailawi Oil and Gas Project, Enhanced Oil & Gas Recovery Limited (**EOR**) is pleased to announce that the Director General Oil and Gas of the Indonesian Ministry of Energy and Resources has issued an Assignment Approval Letter to effect the assignment of 100% of the Participating Interest in the production sharing contract (**Cooperation Agreement**) from Perusda Benuo Taka (**Perusda**) to P.T. Benuo Taka Wailawi (**JVCo**).

As previously announced, EOR is proposing to acquire 100% of Centre Energy Petroleum Limited (**CEP**) following completion of CEP's acquisition of an interest in the Wailawi Oil and Gas Project. EOR now intends to proceed to acquire CEP by entering into a share purchase agreement with the shareholders of CEP. EOR's acquisition of CEP is subject to a general meeting to be held to obtain shareholder approval for the acquisition of CEP and the issue of a prospectus to enable EOR to satisfy the requirements of Chapter 1 and 2 of the ASX Listing Rules.

As the business of oil and gas exploration and extraction constitutes a significant change in the nature of the business of EOR, the Company is required to re-comply with Chapters 1 and 2 of the ASX Listing Rules, as if it were applying for admission to the official list of the ASX.

CEP, which is a Hong Kong registered company, and Perusda had previously formed the Indonesian registered JVCo. CEP and Perusda are the principal shareholders of the JVCo with CEP effectively controlling 80%.

Perusda is an Indonesian registered business entity owned by the Penajam Paser Utara Regency Government in East Kalimantan, Indonesia. SKK Migas is the Indonesian Government regulatory authority for oil and gas.

The matter has been referred by the Ministry back to SKK Migas for the issue by SKK Migas of a new iteration of the Cooperation Agreement showing JVCo as the holder of 100% of the Participating Interest in that agreement.

EOR anticipates issuing documentation to shareholders in June 2015 to convene a general meeting of the Company to obtain the necessary approvals for the acquisition of CEP and its re-compliance with Chapters 1 and 2 of the ASX Listing Rules.

For further information contact:

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