

Patterson 1R Well – Plug and Abandon

Winchester Energy Limited (**Winchester** or **Company**) has been advised by the Operator, Clear Fork Inc. (**Clear Fork**), that following performing two drill stem tests (**DSTs**) on the Ellenburger Formation that resulted in a flow rate of 3 bopd and a log analysis that indicated a depleted Ellenburger interval, it has decided to Plug and Abandon the Patterson 1R well.

The total cost of the Patterson 1R well is expected to be less than US\$350,000. Winchester's 25%WI in the Patterson 1R well results therefore in its share of the total cost being approximately US\$87,500.

The Patterson 1R well was drilled as a one-off commercial arrangement between Winchester and Clear Fork which applied to a 40 acre drilling unit on the White Hat lease and arose as part of an agreement via which Winchester acquired seismic data over part of Nolan County from Clear Fork. Accordingly, after plugging and abandoning the Patterson 1R well, Clear Fork will have no further interests or rights in the White Hat lease.

Winchester's wholly owned USA subsidiary, Winchester Energy USA Holdings Inc., owns a 75%WI in the oil and gas mineral rights of the 7,378 acres which surround and adjoin the existing 5 producing White Hat wells (Winchester 50% WI) and the currently drilling White Hat 38#1 vertical well. CEGX owns the remaining 25%WI in these 7,378 acres, all of which are located in Nolan County, Texas in the Eastern Shelf of the Permian Basin.

—ENDS—

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Date: 13 September 2016

ASX Code: WEL

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Competent Person's Statement

The information in this ASX announcement is based on information compiled or reviewed by Mr Neville Henry. Mr Henry is a qualified petroleum geologist with over 40 years of Australian, USA and other international technical, operational and executive petroleum experience in both onshore and offshore environments. He has extensive experience of petroleum exploration, appraisal, strategy development and reserve/resource estimation, as well as new oil and gas ventures identification and evaluation. Mr Henry has a BA (Honours) in geology from Macquarie University.

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