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Sundance Energy Australia Limited ABN 76 112 202 883

FOR IMMEDIATE RELEASE

General Manager
The Company Announcements Office
Australian Securities Exchange

Acquisition Builds Position in Eagle Ford

- Acquisition of approximately ~9,200 gross (5,500 net) contiguous acres with a 60% working interest in Dimmit County, Texas prospective for the Eagle Ford;
- Acquisition of ~18,000 gross (5,500 net) contiguous acres in Maverick County, Texas with a 30% working interest targeting the Georgetown Formation;
- Option to acquire the remaining 40% working interest in Dimmit and an additional 20% working interest in Maverick at a pre-negotiated price;
- Adds approximately 115 gross (69 net) locations to Sundance's Eagle Ford drilling inventory and approximately 200 boepd in production;
- Increases Sundance's Eagle Ford position to approximately 19,500 net acres covering approximately 295 gross (196 net) drilling locations.

Sundance Energy Australia Limited (ASX: SEA, Sundance) is pleased to announce that on 23 May 2014 in the US it signed a Purchase and Sale Agreement ("PSA") for the acquisition of approximately 9,200 gross (5,500 net) mineral acres in Dimmit County and 18,000 gross (5,500 net) mineral acres in Maverick County (refer to Figure 1).

The purchase price includes an upfront payment of US\$33.0 million and a commitment to drill 4 gross Eagle Ford wells. Sundance anticipates redeploying one of its rigs from its McMullen County, TX area to the acquired acreage in the third quarter of 2014. Sundance does not anticipate updating its 2014 calendar year capital expenditure or production forecast for this acquisition.

The option, solely in Sundance's discretion, provides the right to acquire the Seller's remaining 40% working interest in the Dimmit County project and 20% working interest in the Maverick County project, including Seller's interest in producing wells, for US\$45.0 million. The option period expires at the earlier of 1 year from closing or 6-

ASX Code: SEA



months from first production of the first Commitment Well. If Sundance exercises the option, Seller may elect cash or \$20 million cash plus 25 million ordinary shares in Sundance so long as Sundance’s share price does not exceed AU\$1.425. If Sundance’s share price exceeds AU\$1.425, Seller shall receive \$35.625 million of Sundance ordinary shares based on the volume weighted average price of Sundance shares for the twenty trading days prior to Sundance notifying Seller of its intent to exercise the option.

Sundance’s Managing Director, Eric McCrady said, “We are very excited to add a second core Eagle Ford area to our development inventory. Dimmit County has seen significant activity and strong results from some of the leading Eagle Ford operators such as Anadarko.

This acquisition of 5,500 net, contiguous acres provides an attractive expansion to Sundance’s current Company operated, high working interest Eagle Ford drilling inventory. Assuming the project is developed using 5,500 foot laterals, the Company anticipates well costs under \$6.5 million per well with reserves of 350,000 boe, of which 55-60% is expected to be oil. There is significant upside to reserves and returns per well because the lease configuration provides for completed lateral length over 5,500 feet.”

The PSA is subject to customary due diligence and closing conditions with closing expected in late June or early July 2014.

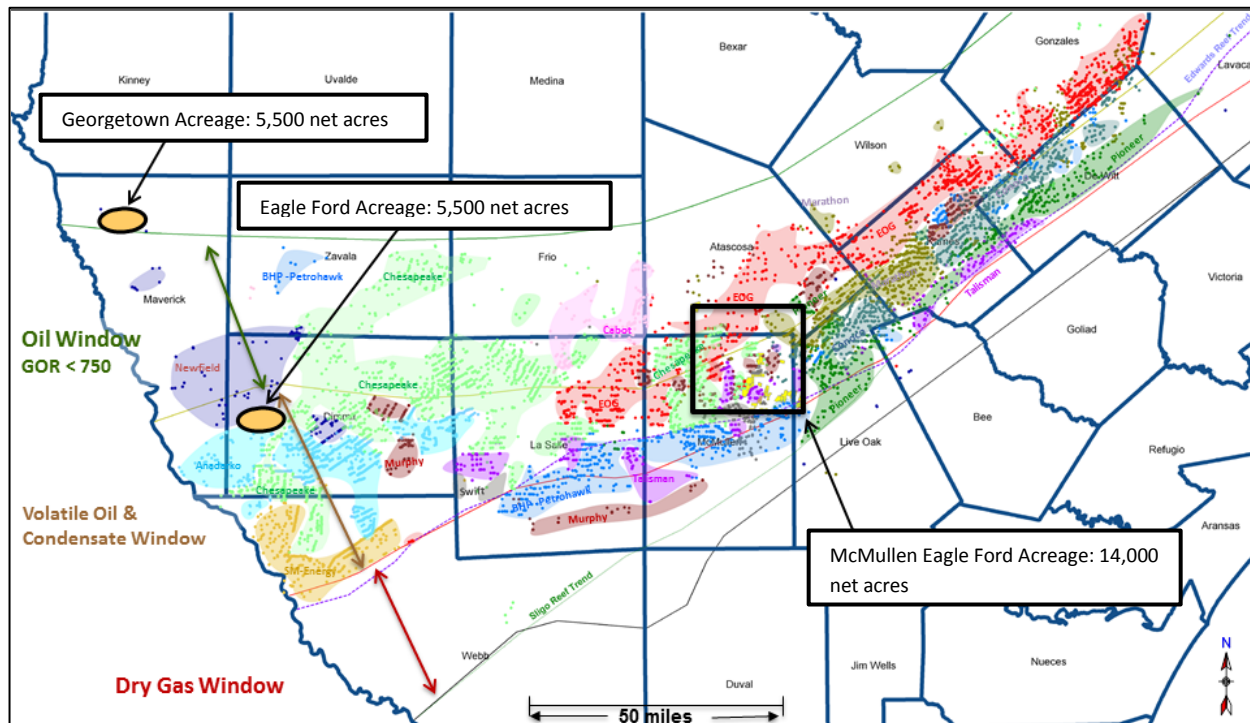


Figure 1: Sundance’s acquired acreage in the volatile oil trend of the Eagle Ford

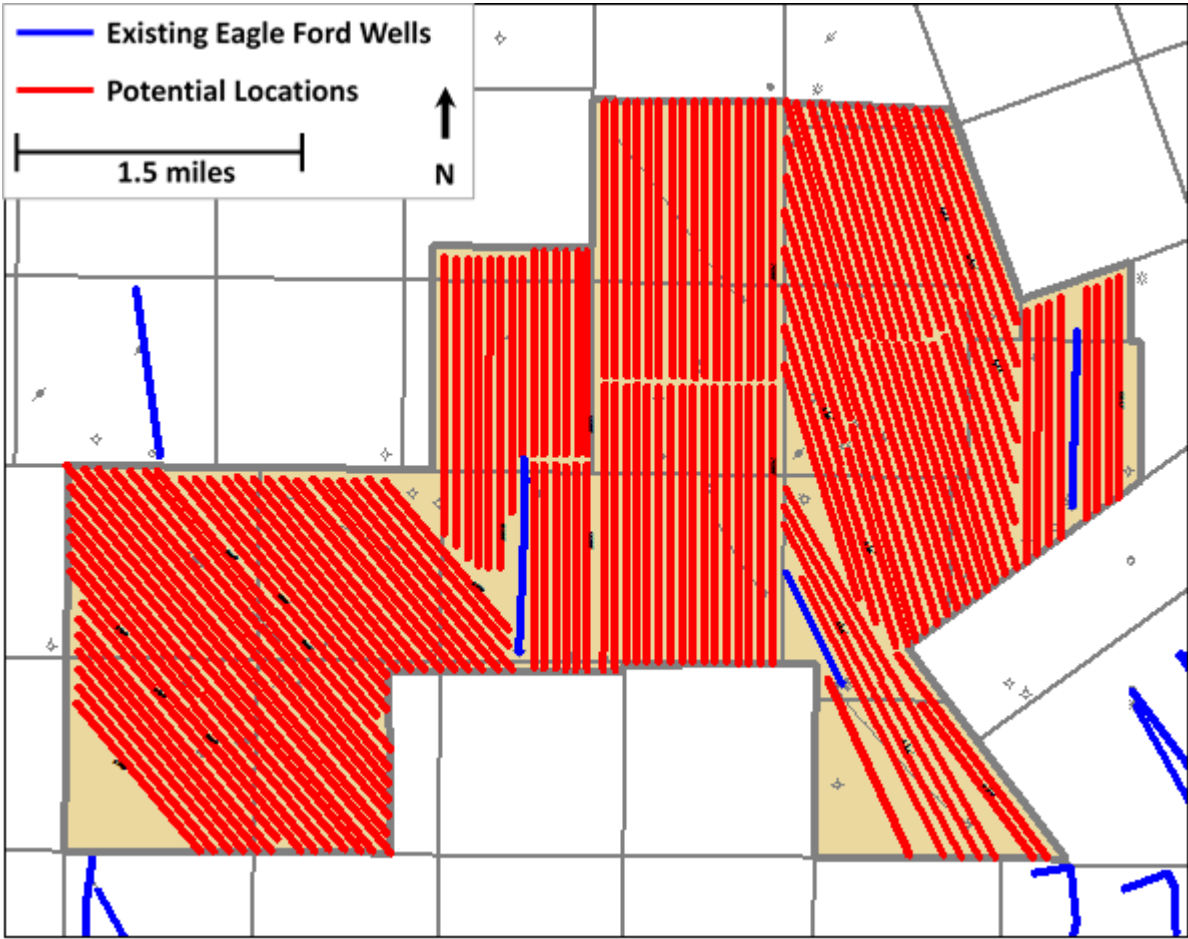


Figure 2: Full field development of Sundance's acquired acreage

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Footnotes and Definitions

“boe” is defined as barrel of oil equivalent, using the ratio of 6 mcf of Natural Gas to 1 bbl of Crude Oil. This is based on energy conversion and does not reflect the current economic difference between the value of 1 MCF of Natural Gas and 1 bbl of Crude Oil.

“boepd” is defined as boe per day.

“m” is defined as a thousand.

About Sundance Energy Australia Limited

Sundance Energy Australia Limited (ASX: SEA) is an Adelaide-based, independent energy exploration company, with a wholly owned US subsidiary, Sundance Energy Inc., located in Denver, Colorado, USA.

The Company is focused on the acquisition and development of large, repeatable oil and natural gas resource plays in North America. Current activities are focused in the Eagle Ford and Mississippian/Woodford.

A comprehensive overview of the Company can be found on Sundance’s website at www.sundanceenergy.com.au.

Forward Looking Statements

This presentation includes forward-looking statements. These statements relate to Sundance’s expectations, beliefs, intentions or strategies regarding the future. These statements can be identified by the use of words like “anticipate”, “believe”, “intend”, “estimate”, “expect”, “may”, “plan”, “project”, “will”, “should”, “seek” and similar words or expressions containing same.

The forward-looking statements reflect the Company’s views and assumptions with respect to future events as of the date of this presentation and are subject to a variety of unpredictable risks, uncertainties, and other unknowns. Actual and future results and trends could differ materially from those set forth in such statements due to various factors, many of which are beyond our ability to control or predict. Given these uncertainties, no one should place undue reliance on any forward-looking statements attributable to Sundance, or any of its affiliates or persons acting on its behalf. Although every effort has been made to ensure this presentation sets forth a fair and accurate view, we do not undertake any obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

Reserves

This presentation contains information on Sundance Energy’s reserves and resources which has been reviewed by David Ramsden-Wood, Professional Engineer, who is licensed in Alberta Canada and is qualified in accordance with ASX Listing Rule 5.11. Mr. Ramsden-Wood, an employee of Sundance, has consented to the inclusion of this information in the form and context in which it appears.