

13 June 2014

### Napoleonville Update

#### ***Templet #1 well, Louise Prospect, Assumption Parish, Louisiana, Non-Operator 3.28% working interest***

The Company has been advised that the operator has secured a drilling rig and anticipates spudding the Templet #1 well prior to the end June 2014.

Drilling permits have been secured and the well will be drilled from the existing Hensarling #1 well pad.

The prospect was developed using the proprietary 3D seismic data of Grand Gulf Energy (ASX:GGE). The prospect follows the same style as the Desiree Prospect (Hensarling #1 well) and is located to the immediate south. The Templet #1 well is expected to penetrate an accumulation of oil in a 3D-defined, normally pressured block up-dip from a productive well where an equivalent interval has produced 2.2 mmbbl of oil and 10.5 bcf of gas.

The Louise Prospect is targeting an estimated resource of between 600,000 to 800,000 bbls of oil.

As not all Lessees have elected to participate in the well, the drilling of the Templet#1 well is proceeding on a Risked Fee basis. Under Louisiana statute provisions, a non JOA working interest holder can be issued a request to participate in a well. If they do not agree to participate, the other parties can elect to cover their share of costs, and, in return for assuming this risk, be reimbursed their costs along with a 200% penalty (i.e. 300% payout).

The Company has a 3.28% free carried working interest to casing point and thereafter would assume a standard 3.28% working interest. The Company's expected capital expenditure on this well is approximately US\$40,000, should the working interest partners elect to complete the well.

#### ***Dugas & Leblanc #3 well, Assumption Parish, Louisiana, Non-Operator, 15% working interest***

The Joint Venture has received a permit to convert the Dugas & Leblanc #2 well to a salt water disposal well which will substantially reduce the salt water disposal costs of the #3 well.

On behalf of the Board

**Chris Ritchie**  
Executive Director

#### COMPANY INFORMATION

OGI Group Ltd  
ABN 34 090 074 785

#### COMPANY DIRECTORS

Chris Porter - Director  
Rob Oliver - Director  
Chris Ritchie – Director

#### MANAGEMENT

Chris Ritchie – CFO / Co Sec

#### STOCK EXCHANGE LISTING

Australian Stock Exchange  
ASX Code: OGI

Current Shares on Issue:  
191,940,064  
Market Capitalization as at  
12 June 2014 based on a share  
price of \$0.006 per share:  
AUD 1.2 million

#### CURRENT PROJECTS

##### Napoleonville

- Dugas & Leblanc #3
- Hensarling #1
- Templet #1

##### Bowtie West

- Sugar Valley #1