



ABN 96 009 217 154

14 April 2016

ASX Limited

Electronic lodgement

ASX Code: XST

**XSTATE SECURES A CONVENTIONAL OIL FIELD PRODUCTION RESTORATION
AND DEVELOPMENT OPPORTUNITY IN CALIFORNIA.**

Xstate Resources Limited (“Xstate” or the “Company”) refers to an announcement to the market on 14th April 2016 and would like to advise that the “resource potential” figures cited in this announcement were not intended to be declarations of petroleum resources under ASX Listing Rule 5.25.

The Company has not yet completed sufficient work to make a declaration of petroleum resources with respect to the oil field concerned and will advise the market once further work has been undertaken.

For and on behalf of the Board of Xstate Resources Limited

For further details, please contact:

Chris Hodge

Managing Director

Xstate Resources Limited

Tel Office: +61 8 9423 3200

Email: chrishodge@xstate.com.au

Cosimo Damiano

Director Commercial and Finance

Xstate Resources Limited

Tel Office: +61 8 9423 3200

Email: cosimodamiano@xstate.com.au

About Xstate Resources Limited

Xstate Resources (ASX Code: XST) is an ASX listed company focused on the oil and gas sector. The Company has existing gas exploration assets located in the Sacramento Basin, California and minor associated gas production.