



BASS STRAIT OIL COMPANY LTD

ACN 008 694 817

Level 2
15 Queen Street
Melbourne Victoria 3000 Australia

Tel: (+61 3) 9927 3000
Fax: (+61 3) 9614 6533
Email: admin@bassoil.com.au
Website: www.bassoil.com.au

10 May 2016

Dear Shareholder,

Non-Renounceable Rights Issue – Information for Ineligible Foreign Shareholders

Bass Strait Oil Company Ltd (“Bass” or the “Company”; ASX: BAS) announced on 9 May 2016 a capital raising by way of a fully underwritten non-renounceable pro-rata rights issue (“Rights Issue” or “Entitlement Offer”). In accordance with the Listing Rules of the Australian Securities Exchange, the Company is pleased to provide you with the following information about the Entitlement Offer.

Non- Renounceable Rights Issue

Each eligible shareholder registered on the Company’s register at 7:00PM (Melbourne time) on 16 May 2016 (“Record Date”) will be entitled to subscribe for three (3) new shares for every five (5) ordinary shares held at the Record Date at an issue price of \$0.001 (0.1 cent) per new share. Under the Entitlement Offer a maximum of 482,629,002 shares will be issued to raise up to approximately \$483,000 (before costs and expenses).¹

In addition to being able to apply for new shares under the Rights Issue, eligible shareholders will also have the ability to apply for additional new shares that are not subscribed for under the Rights Issue.

The Entitlement Offer is fully underwritten by Adelaide Equity Partners Limited.

The net proceeds of the funds raised under the Rights Issue will be used to identify opportunities to acquire additional interests in prospective oil and gas projects and to meet the Company’s general working capital requirements.

Ineligible Shareholders

Shareholders with registered addresses outside Australia and New Zealand are considered ineligible shareholders (“Ineligible Foreign Shareholders”) and cannot participate in the Offer.

The Company has determined that it is not practicable for Ineligible Foreign Shareholders to participate in the Offer having regard to the number of Ineligible Foreign Shareholders, the number and value of New Shares they would be offered and the costs of complying with the regulatory requirements of those jurisdictions.

¹ The figures for the number of new shares and the amount to be raised are maximum figures only. They assume that all shareholders on the Record Date are Eligible Shareholders.

As the Entitlement Offer is a non-renounceable offer, the Company will not be appointing a nominee for the sale of the entitlements on behalf of Ineligible Foreign Shareholders.

Accordingly, this Offer Document is sent to Ineligible Foreign Shareholders for information purposes only.

As your registered address is not in Australia or New Zealand, you will not be entitled to apply for New Shares under the Rights Issue.

Shareholder Enquiries

Shareholders who have questions relating to the Entitlement Offer should call the Company on +61 3 9927 3000 between 9:00am and 5:00pm (Melbourne time) on business days during the offer period for the Entitlement Offer.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Peter F. Mullins', written in a cursive style.

Peter F Mullins
Non-Executive Chairman

Details of the Rights Issue Provided to Eligible Shareholders

Below is a summary of the Rights Issue which has been provided to Eligible Shareholders.

As you are not an Eligible Shareholder and may therefore not apply for New Shares under the Rights Issue, the information is provided to you for informational purposes only.

The following information is provided to Shareholders in accordance with ASX Listing Rules. Full details of the Offer are contained in the Offer Document which will be sent to Eligible Shareholders on or about 17 May 2016.

Is security holder approval required?	No
Is the issue renounceable or non-renounceable?	Non-renounceable
Ratio in which the securities will be offered	3 new ordinary shares for every 5 shares held at 7.00pm AEST time on the Record Date
Class of securities issued or to be issued	Fully Paid Ordinary Shares
Number of securities issued or to be issued (if known) or maximum number which may be issued	482,629,002 Fully Paid Ordinary Shares
Do the securities rank equally in all respects from the date of allotment with an existing class of securities	Yes
Record date to determine entitlements in relation to fractions	16 May 2016
Names of countries in which the entity has security holders who will not be sent new issue documents	Brunei Darussalam Cyprus Hong Kong India Indonesia Ireland Malaysia Netherlands New Zealand Papua New Guinea Singapore Switzerland Thailand United Kingdom United States of America Vietnam
Closing date for receipt of acceptances	3 June 2016
Name of any underwriters	Adelaide Equity Partners Limited
Amount of any underwriting fee or commission	An underwriting fee of 6% of the amount underwritten (excluding firm commitments for their

	entitlements and amounts sub-underwritten by the Company's directors and their related entities, which will attract a 1% underwriting fee)
Names of any brokers to the issue	N/A
Fee or commission payable to the broker to the issue	N/A
Amount of the handling fee payable to brokers who lodge acceptances or renunciations on behalf of security holders	N/A
Date entitlement and acceptance form and Offer Document will be sent to persons entitled	17 May 2016
Issue Date	14 June 2016