

Triangle Acquires Producing Oil Field in Perth Basin

Triangle Energy (Global) Limited (“Triangle” or the “Company”) is pleased to announce the execution of a Share Sale Agreement with AWE Limited for the purchase of its 57.5% Participating Interest in the Cliff Head Oil Field, located in the offshore Perth Basin, Western Australia.

Highlights:

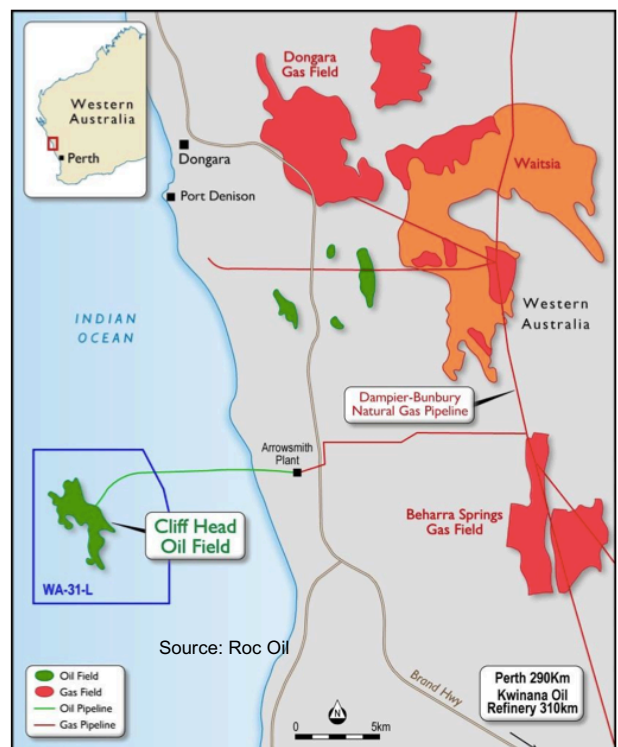
- **Producing oil field with current production approximately 1,300 bopd**
- **Cash flow positive and significant leverage to improvement in oil prices**
- **Remaining 2P reserves is estimated by the Operator (Roc Oil) to be 3.8 million barrels, excluding field life extension projects**
- **Expected field life of 10 years with opportunities to extend through numerous field life extension projects**
- **Near-term focus on cost and operational efficiency**
- **Potential to grow oil production via improved and enhanced recovery opportunities**
- **Appraisal / Exploration upside with Mentelle-1 (previous oil discovery) and West High area within production license area**
- **Regional synergy potential with neighbouring small oil discoveries and exploration blocks**
- **Low up-front acquisition cost in current weak oil price environment provides exceptional leverage to Triangle shareholders with even a modest improvement in oil prices**
- **Upfront acquisition cost of A\$3,214,276 (a deposit of A\$819,777 has been paid) plus a future royalty of US\$5/bbl is payable for oil sales in excess of US\$70/bbl**
- **Effective Date of the transaction is 1 January 2016. Cash benefit to Triangle during the period to 31 May 2016 totals A\$1,670,786**
- **Acquisition funded from Triangle’s existing cash reserves**

Cliff Head Project

The Cliff Head oil field is located 10 kilometres off the coast of Western Australia at a water depth of 15-20 meters. The field covers 6km² in the Commonwealth exploration permit WA-286-P and was the first commercial oil discovery developed in the offshore Perth Basin. The development cost of the field was A\$327m with first oil production commencing in May 2006. To-date the field has produced over 14.8 million barrels and continues to produce at above originally forecast rates.

ROC Oil (WA) Pty Ltd (a subsidiary of Fosun International Limited) is the operator of the field and holds a 42.5% interest.

Oil production from the Cliff Head field is produced via an unmanned offshore platform connected to the Arrowsmith onshore processing plant by twin 14 kilometre production and injection pipelines. Crude oil is trucked to BP at their Kwinana refinery south of Perth.



Under the Share Sale Agreement, the total upfront consideration is A\$3,214,276 of which Triangle has paid a deposit of A\$819,777. In addition, Triangle will pay AWE Limited a royalty of US\$5/bbl for oil sales in excess of \$US70/bbl.

The Effective Date of the transaction is 1 January 2016. The cash benefits accrued and payable to Triangle since the effective date total A\$1,670,786 up to the end of May 2016 and is subject to final adjustments at completion.

Settlement of the acquisition is expected to occur on or before 30 June 2016. Importantly, the Company will fund the acquisition from current cash reserves.

Managing Director, Mr Robert Towner stated:

“Oil prices are at the lowest that we have seen for many years but the price volatility in the commodity markets is a constant factor and periods of uncertainty can present short to medium term opportunity.”

The evaluation of oil and gas opportunities is a major ongoing endeavour for the Board and Management team of Triangle.

Triangle is in a strong financial position following the recent sale of its Indonesian Pase’ asset and the significant cost reduction program undertaken over the past two years.

Mr. Towner added, “The acquisition of a majority stake in the Cliff Head project is a major milestone for Triangle. The low up-front acquisition cost and positive cashflow in a current weak oil price environment provides exceptional leverage to Triangle shareholders.”



About Triangle Energy:

Triangle Energy is an experienced Australian based oil and gas production and exploration company. The Company has operated assets in Australia and Indonesia and positioned to further demonstrate its success in exploration, development and operation. Triangle Energy continues to assess acquisition prospects to diversify and grow the portfolio of assets.

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