



LAKES OIL NL

ABN 62 004 247 214

Supplementary Prospectus

This Supplementary Prospectus is dated 2 August 2016 and is supplementary to the Prospectus lodged with ASIC dated 30 June 2016 and should be read in conjunction with it. A copy of it has been lodged with ASIC which takes no responsibility as to its content.

1. Extension

The directors have determined to extend the closing date of the Offer to **Friday 26 August 2016**. The updated timetable is as follows:

Closing Date	Friday 26 August 2016
Notes Issue (with despatch of Notes to follow)	Friday 2 September 2016
Commencement of Normal Trading of Notes on ASX	Monday 5 September 2016

The relevant dates in the Prospectus should be taken as having been updated accordingly.

2. Conditional Underwriting

Subject to the condition below being satisfied, Mr Nick Mather, a director of Lakes Oil, has committed to underwrite \$1 million of any shortfall arising under the Offer on the basis that the underwriting applies:

- (a) after acceptance of shareholder entitlements and after shareholder shortfall applications up to \$10,000 per shareholder; and
- (b) before shareholder shortfall applications in excess of \$10,000 per shareholder and before any other underwriting which Lakes Oil may enter into.

The underwriting is conditional on the Victorian government announcing by 26 August 2016 a policy which would enable the Company to recommence onshore gas drilling in the state.

Mr Mather has confirmed that he has access to the funds necessary to provide this underwriting.

Subject only to this condition being satisfied, the underwriting is unconditional and no fee is payable in respect of it. The underwriting can be satisfied by an application made by or on behalf of Mr Mather.

Mr Mather has consented to being named in this Supplementary Prospectus in the form and context in which he is named and to the inclusion of these statements in it.

3. Continuous Disclosure Update

By way of continuous disclosure update, the following documents have been lodged with ASX after the date of the Prospectus. Applicants may wish to access this information through the website www.lakesoil.com.au including information which is released after the date of this Supplementary Prospectus. Lakes Oil will provide a copy of each of the following documents free of charge to any person who requests them during the Offer application period.

Date	Description	Nature
26/07/2016	Quarterly Activities and Cashflow Report June 2016 - Amended	This contains an updated report for the quarter ended 30 June 2016
21/07/2016	Quarterly Activities and Cashflow Report June 2016	This contains the original report for the quarter ended 30 June 2016
20/07/2016	Letter to Shareholders - Moratorium Update	This summarises the submissions to government which Lakes Oil has made arguing that the ban on onshore exploration should be lifted
18/07/2016	Despatch of non-renounceable rights issue offer documents	This advises the despatch of the Prospectus to eligible security holders together with their entitlements
14/07/2016	Change of directors interest notices x 2	This advises share purchases by directors Chris Tonkin (6,500,000 shares) and Kyle Wightman (3,000,000 shares)

Each director has consented to the issue of this Supplementary Prospectus in the form and context in which it is issued.



CHRIS TONKIN
Chairman