

ASX ANNOUNCEMENT

20 OCTOBER 2016

Buy-out Notice for 50% interest in EP 487

Rey Resources Limited (“Rey” ASX: REY) via its subsidiary Rey Lennard Shelf Pty Ltd (“RLS”) holds a 50% interest and is Operator of Petroleum Exploration Permit EP 487 in the Canning Basin. The remaining 50% interest in EP 487 is held by Oil Basins Limited (“Oil Basins”; ASX: OBL).

After assuming operatorship of the EP 487 joint venture in June 2016, RLS has issued certain cash calls in connection with the joint venture activities undertaken on the permit. As the cash calls made by RLS to Oil Basins remain unpaid, RLS issued to Oil Basins on 19 October 2016 a Buy-out Notice for RLS to acquire the 50% interest in EP 487 owned by Oil Basins. The Buy-out Notice terms are in accordance with the Joint Venture Operating Agreement which governs the joint venture between RLS and Oil Basins.

For further information please contact:

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