



OIL BASINS LIMITED

ABN 56 006 024 764

20 October 2016

ASX Markets Announcements
Australian Stock Exchange Limited
10th Floor, 20 Bond Street
Sydney NSW 2000

Dear Sirs,

***RE: RESPONSE TO REY RESOURCES (ASX: REY) BUY-OUT NOTICE EP487
OIL BASINS LIMITED DISPUTES VALIDITY OF NOTICE***

Oil Basins Limited (ASX: OBL) holds a 50% Joint Venture Interest in EP487 in the Canning Basin, Western Australia with Rey Resources Limited (ASX: REY).

Rey Resources Limited have today announced that a Buy-out Notice in respect of OBL's 50% of EP487 has been delivered to OBL on 19th October.

OBL disputes the validity of this Buy-out Notice along with the process leading to the formulation of the Buy-out Notice. OBL will strongly defend its rights on this matter.

Yours faithfully

Carl Dumbrell
Company Secretary