



OIL BASINS LIMITED

ABN 56 006 024 764

31st January 2017

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

Dear Sirs,

***NOTICE OF INTENTION TO GRANT RENEWAL OF PETROLEUM RETENTION
LEASE R3 (CYRANO)
HELD 100% BY OBL – OBL IS OPERATOR***

Oil Basins Limited (ASX: OBL) advises that an application to the Western Australia Department of Mines and Petroleum (DMP) for a renewal of Petroleum Retention Lease R3 (Cyrano) has been successful. DMP have advised OBL of its intention to grant renewal of the Retention Lease for a period of 5 years.

The Cyrano Oil Field was discovered in 2003. OBL holds 100% and is Operator of the 81 km² Retention Lease. The field is defined by four (4) vintage wells and 3D seismic. The field is located in shallow water at depths of 15 - 17m with productive reservoirs at located at 600 m.

While holding the Retention Lease OBL has completed;

- Geological and Geophysical Studies
- Reserves and Resources Studies
- Petroleum Engineering Facilities Study
- Reservoir Engineering Assessment of the Cyrano Oil Pool

In the market announcement of 13th April 2016 OBL advised that the Contingent Resources estimated within the Cyrano oil field were;

Contingent Resource (1C)	1.98 MM bbl of Oil.
Contingent Resource (2C)	2.68 MM bbl of Oil.
Contingent Resource (3C)	3.40 MM bbl of Oil.

The granting of this Petroleum Retention Lease Renewal is a further step forward for OBL in the process of rationalizing the Company's exploration assets while retaining only those assets considered to offer potential to deliver real value to the Company.

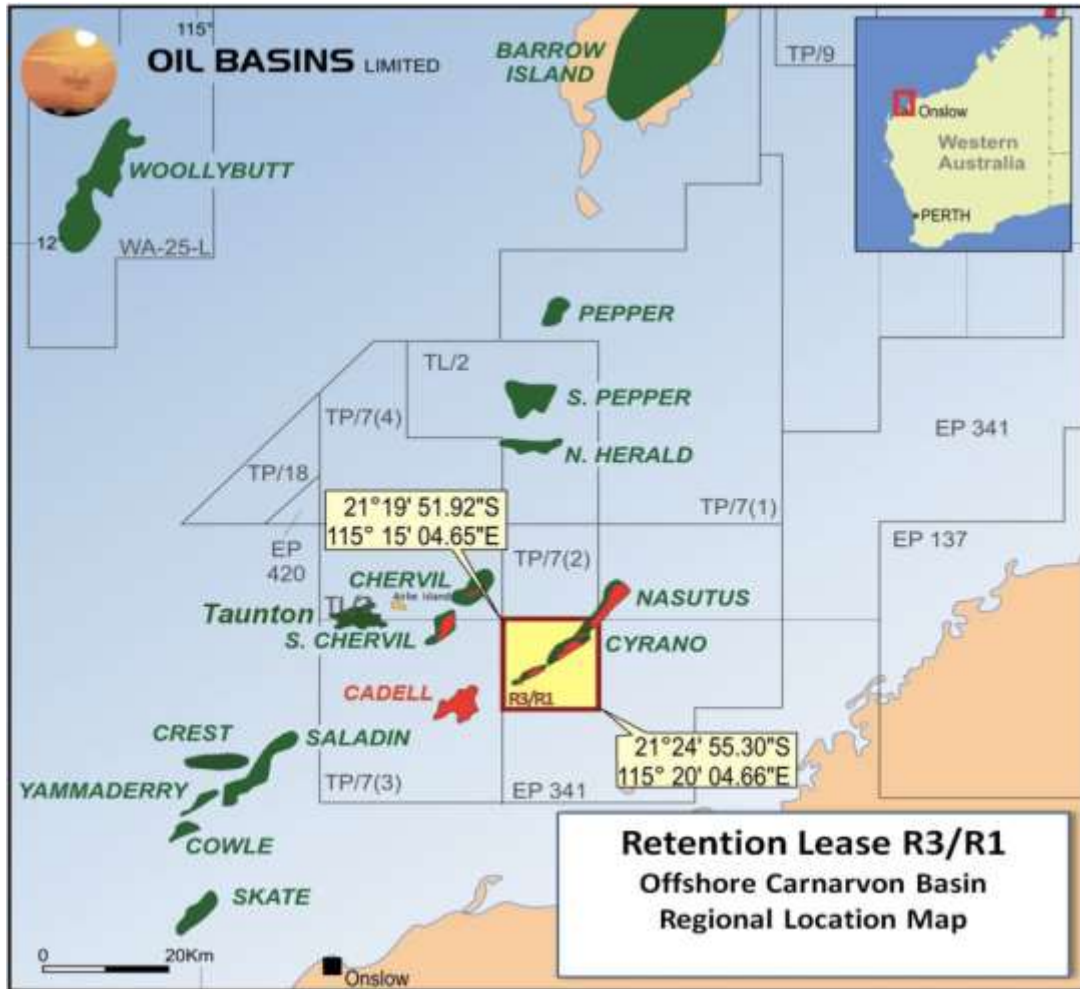


Figure 1 – R3 Retention Lease Location – Carnarvon Basin, Western Australia

Yours faithfully

Carl Dumbrell
Company Secretary