



AUSTIN EXPLORATION

Listed on the Australian Securities Exchange (“AKK”) and the OTC in the USA (AUN-XY)
ACN 114 198 471

ASX ANNOUNCEMENT

10 February 2017

Pathfinder Oil and Gas Reserves & Resources – Clarification

Austin Exploration Limited (**ASX: AKK**) (“Austin” or “the Company”) wishes to provide clarification on its ASX announcement, titled “Maiden Pathfinder Oil and Gas Reserves and Resources” that was released to the ASX on the 9th of February, 2017.

As a point of clarification, the published NPV figure of USD\$16 million has been assigned only to 1,800 acres where drilling activity has occurred and real production data and reservoir drainage volumes can be obtained. This represents 11% of the total 15,773 acre Pathfinder project acreage.

Allocating reserves over only 11% of the property is due to a limitation of production data as only 4 wells have been drilled on a property that is large enough to accommodate more than 400 wells.

The P90 Resource estimates (90% probability) over the additional 89% of the field (13,973 acres) total 30.5 million barrels of oil and 187.4 billion cubic feet of gas in place.

As field development occurs and more production wells are drilled, the oil and gas resources will convert to reserves. On the back of such activity, the Company expects the Pathfinder reserves numbers will increase materially, given that the directly adjoining Florence Field has already produced 16 million barrels of oil. At such time, a Net Present Value will be established over the additional acres.

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ABOUT AUSTIN EXPLORATION:

Austin Exploration is an Oil and Gas Company with a portfolio of oil and gas assets in the United States. The Company has now established a major presence in two of America’s most prolific oil and gas basins. Austin controls more than 15,000 acres in Colorado in the DJ Basin (Niobrara and Pierre Shale) and 4000 acres in the Illinois Basin in Kentucky. Austin has interests in producing oil and gas wells in Colorado, Kentucky and Texas. Austin has built a world class Board and Management team with proven company builders to derive maximum value from its oil and gas properties. Austin is listed on the Australian Securities Exchange (ASX code: AKK) and on the OTC in the United States (AUN-XY).

DISCLAIMER:

This announcement contains or may contain “forward looking statements” within the meaning of Section 27A of the Securities Act of 1933 and Section 21B of the Securities Exchange Act of 1934. Any statements that express or involve discussions with respect to predictions, expectations, beliefs, plans, projections, objectives, goals, assumptions or future events or performance are not statements of historical fact and may be “forward looking statements.” Forward looking statements are based on expectations, estimates and projections at the time the statements are made that involve a number of risks and uncertainties which could cause actual results or events to differ materially from those presently anticipated. Forward looking statements in this action may be identified through the use of words such as “expects”, “will”, “anticipates”, “estimates”, “believes”, or statements indicating certain actions “may”, “could,” or “might” occur. Oil production rates fluctuate over time due to reservoir pressures, depletion or down time for maintenance. The Company does not represent that quoted production rates will continue indefinitely.