



ABN 96 009 217 154

27 September 2017

**ASX Limited**

**Electronic lodgement**

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## **Subscription Agreements Legal Update**

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### **Comments**

Xstate Resources Limited (**ASX: XST**) ("**Xstate**" or "**the Company**") provides the following update in relation to its Supreme Court action against Tanzil Hidayat, Chloe Kowk Yun Qing, Hong Hung Thiam and Kevin Lim Gunawan seeking damages for the non-payment of A\$25 million in subscription funds by four investors who had signed binding, unconditional subscription agreements, such non-payment resulting in the termination by the vendor of Xstate's acquisition of the Los Angeles Basin assets as previously advised to the market.

Xstate advises that the Defendants requested an extension of four weeks to file their affidavits in response to the Summary Judgment application which Xstate has lodged against 3 of the defendants. Xstate rejected the requested 4 week extension and instead agreed to a 7 day extension. Whilst the 7 day extension impacts dates 1, 2 and 3 listed below, the special appointment date set for 21 November 2017 remains unchanged.

The parties have agreed to the following amended timetable:

1. The defendants file any affidavits in response to the Summary Judgment application by 3 October 2017 (was 26 September 2017).
2. Xstate has until 24 October 2017 (was 17 October 2017) to file any affidavits in response.
3. The parties are to exchange written submissions on or before 14 November 2017 (was 7 November 2017).
4. The Summary Judgment Application will be listed for a special appointment on 21 November 2017 remains unchanged.

Xstate will continue its efforts to reach a satisfactory and swift resolution of its claim for damages including damages for loss of opportunity relating to the investors' breach of contract and the consequent losses suffered by the Company.

Xstate will keep the market fully informed of any further changes.

**For and on behalf of the Board of Xstate Resources Limited**

**For further details please contact:**

**Cosimo Damiano**

Managing Director

Xstate Resources Limited

Tel Office: +61 8 9435 3200

Email: [cosimodamiano@xstate.com.au](mailto:cosimodamiano@xstate.com.au)

**About Xstate Resources Limited**

Xstate Resources (ASX Code: XST) is an ASX listed company focused on the oil and gas sector. The Company has existing gas exploration assets located in the Sacramento Basin, California and associated gas production. Xstate is presently pursuing new opportunities in the oil and gas sector onshore North America.