



21 July 2015

Attention: Mr Ben Tippett  
Adviser, Listings Compliance (Perth)  
Level 40, Central Park  
152-158 St Georges Terrace  
Perth WA 6000

**By Email:** [Ben.Tippett@asx.com.au](mailto:Ben.Tippett@asx.com.au)

Dear Mr Tippett,

**Consolidated Activities Report – Proposed Business Strategy**

The Board of Brookside Energy Limited (ASX:BRK) (the “**Company**”) confirms that its proposed business strategy remains the same as it was set out in Section 7.5 of the Prospectus lodged with ASIC and the ASX on 8 June 2015.

Please find **enclosed** a consolidated activities report setting out the Company's proposed business strategy.

Yours faithfully,

**Loren Jones**  
Director and Company Secretary



## **CONSOLIDATED ACTIVITIES REPORT – PROPOSED BUSINESS STRATEGY**

The Company will continue to pursue its main business undertaking of oil and gas exploration and production in the mid-continent region (Oklahoma) of the United States. Accordingly the Company will continue with the development of its oil and gas leases in Payne County, Oklahoma. After reinstatement, the Company will be operating in the same industry sector as it was when its shares were trading on the ASX before it was suspended due to the appointment of voluntary administrators.

Post the successful recapitalisation and re-listing, the Company will direct its attention to exploration for oil and gas within the Payne acreage. This will include detailed review of available geological and seismic data as well as the review of historical drill logs for any drilling (vertical) that may have been conducted in the area.

It is expected that this work will generate a number of potential drilling targets (shallow vertical targets as well as deeper horizontal unconventional targets) that can be tested through drilling.

Post the target identification stage, the Company will consider options for funding the drill testing of all or some of the targets identified. This drilling could be sole funded or funded via a farm-out structure.

In addition to this work, the Company will look to leverage off the experience of its Directors and its extensive network of experienced consultants and service companies to identify other opportunities for oil and gas exploration and development in the mid-continent region of the United States.

The Company has a highly qualified Board with extensive experience. Whilst not being prescriptive, the Board may seek acquisitions that will accelerate the transformation of the Company into a high growth and strong cash-flow generating business.

The Company will also have access to the services of certain previous United States based key management personnel and consultants (Chief Operating Officer, Executive VP Operations and Chief Financial Officer) as well as previous United States based non-executive Directors. The Board will consider the appointment of additional full time staff and consultants as the scale of exploration and development operations increases.

In addition to the Leases, the Board will actively seek out complementary and non-complementary assets, investments and businesses in the oil and gas sector that will generate additional Shareholder value.

The Company will look to leverage off the experience of its Directors and its extensive network of experienced consultants and service companies to identify other opportunities for oil and gas exploration and development in the mid-continent region of the United States.