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Australian Securities Exchange Ltd
Level 40, Central Park
152-158 St Georges Terrace
PERTH WA 6000

First Royalty Acres Well Set to Spud

Brookside Energy Limited (**Brookside** or the **Company**) is pleased to announce that the **operator has commenced moving equipment on location ahead of the commencement of drilling operations within Brookside's STACK Play RA Minerlas Royalty Acreage** in Blaine County, Oklahoma.

Continental Resources (NYSE:CLR) is operating¹ the Ike #1-20-17 well, which is an **extended reach horizontal well targeting the Meramec formation (the target formation) in the highly productive STACK play** which is now considered to be one of the best development plays in North America.

The **well is expected to be drilled to a total measured depth of ~22,393 feet in an area where the Meramec is up to 450 feet thick with excellent reservoir qualities**. Importantly, the well is being drilled within the Company's RA Minerlas Royalty Acreage and as such **the Company will receive its share of revenue from the well, with no capital** (for drilling and completion costs) **or operating expenses** associated with production.



Equipment moving on location for the Ike #1-20-17XH well near Greenfield in Blaine County, Oklahoma

The Company is **pleased that development is now underway** within the RA Minerals Royalty Acreage. **Continental Resources is the number one operator in the STACK Play** with 11 rigs operating and is leading the other operators in terms of both spacing orders and new drilling permits.

Continental Resources is having enormous success in the STACK, with the recently completed **Ludwig increased density test delivering outstanding results**. The Ludwig test (Continental Resource's first STACK density test) **flowed at a combined peak 24- hour rate of 21,354 Boe per day (70% oil)**. The seven new Meramec wells in this unit had average peak 24- hour rates of 2,653 Boe per day (70% oil), while the original Ludwig well achieved a 24- hour rate of 2,782 Boe per day (76% oil) with cumulative production of 298 MBoe over 338 days.

Commenting on this announcement Brookside's Managing Director David Prentice said:

"We are delighted to see initial development underway within the RA Minerals Royalty Acreage package. The economics in this part of the play are excellent with successful increased drilling density pilots capable of delivering further upside to the currently modelled revenue stream. The Board is very pleased that the strategy we've been pursuing to move quickly and capitalize on a short window in which to accumulate high quality acres in this high-margin repeatable resource play (now considered to be one of the best development plays in North America) is progressing well. The commencement of drilling operations on this well (Ike #1-20-17XH) and the Strack 1-2-11XH well (operated by Marathon Oil) is a significant milestone for our company."

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ABOUT BROOKSIDE ENERGY LIMITED

Brookside is an Australian publicly held company listed on the Australian Securities Exchange (ASX:BRK). The Company was established in 2004 and first listed via an Initial Public Offering in October 2005. The Company has established deep and valued relationships in the oil and gas sector over the last 10 years through its successful activities in the oil and gas sector focused on the mid-continent region of the United States. Brookside's goal is to build value per share through a disciplined portfolio approach to the acquisition and development of producing oil and gas assets and the leasing and development of acreage opportunities.

Web <http://www.brookside-energy.com.au>

ABOUT BLACK MESA PRODUCTION LLC

Black Mesa is an Oklahoma domiciled limited liability company established for the purpose of identifying and exploiting opportunities in the upstream oil and gas sector on-shore in the United States. Black Mesa was capitalized via an agreement between the Tulsa Equity Group, BRK Oklahoma (a wholly owned subsidiary of Brookside Energy Limited) and the Incentive Members of Black Mesa. Black Mesa is executing a returns-based, disciplined strategy directed at the acquisition of producing properties, lower-risk development drilling opportunities and larger scale entry level acreage plays/concepts. Black Mesa's is leveraging the extensive experience of its executive team and its Board with the latest technology and data sets that are available to identify and evaluate opportunities.

Web <http://www.blkmesa.com>

¹ Brookside's wholly owned subsidiary BRK Oklahoma Holdings LLC owns (pursuant to the Acquisition Program Agreement with Black Mesa Production, LLC) minerals over approximately 38 acres in the Ike #1-20-17XH spacing unit. These mineral acres form part of the previously announced RA Minerals Royalty Acreage acquisition.