



09 December 2016

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

Next STACK Play Non-Operated Working Interest Well Permitted

Brookside Energy Limited (**Brookside** or the **Company**) is pleased to announce that **another Non-Operated Working Interest well has been permitted within Brookside's STACK Play leasehold acreage** in Blaine County, Oklahoma.

Marathon Oil (NYSE:MRO) will operate¹ the **ALTA BIA 1511 1-6-31MXH 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**. This horizontal well is **expected to reach a total measured depth of ~22,549 feet**.

The Company is **delighted to have the opportunity to participate in another well with Marathon Oil** (a tier one experienced operator) **who are demonstrating consistent results in the STACK play**.

As previously announced, Brookside is **moving quickly to capitalize on a short window in which to build a material premier asset position in this high-margin repeatable part of the STACK Play**. The permitting of this well (the ALTA BIA 1511 1-6-31XH) follows the Company's recent announcement of the spudding of the Strack 1-2-11XH, also operated by Marathon Oil. These wells are **the first of many that Brookside will have the opportunity to participate in through its growing non-operated working interest position in the STACK Play**.

Importantly, the Company is also **fully funded for its share of the drilling and completion costs associated with this development by virtue of its previously announced US\$3.5 million Drilling Joint Venture with Merchant Funds Management** which provides Brookside shareholders with maximum exposure to the upside created from reserve growth and unlevered future cash flow in full field development.

Capital Raising

The Company is also pleased to announce a successful placement to raise \$400,000 before costs via the issue of 40,000,000 new fully paid ordinary shares at \$0.01 per share (**Shares**) to exempt wholesale investors (**Placement**). The Placement Shares will be issued under the Company's current placement capacity pursuant to ASX Listing Rule 7.1 (subject to satisfying the conditions to its use) and have been issued to sophisticated investors, pursuant to Section 708 of the *Corporations Act 2001* (Cth). Funds raised from the Placement will be used to fund the Company's on going leasing campaign in the STACK Play and for general working capital purposes.

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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 holds approximately 16.0 non-operated working interest leasehold acres in the ALTA BIA 1511 1-6-31XH spacing unit through its wholly owned subsidiary BRK Oklahoma Holdings, LLC pursuant to the Drilling Program Agreement with Black Mesa Production, LLC.