

Winchester becomes Operator

Today the agreement that Winchester Energy Limited (**Winchester**) has with Carl E Gungoll Exploration LLC (**CEGX**) in respect of the White Hat ranch lease (7,378 gross acres), whereby CEGX could propose and operate wells on a 50:50 basis with Winchester, comes to an end.

Accordingly, from today, CEGX will change from the current 50%:50% WI arrangement to Winchester 75% WI:CEGX 25% WI in all areas outside the presently drilled 40 acre drilling units (save for 1 additional vertical well that CEGX can drill at a time of its choosing on a 50:50 basis). This will result therefore in Winchester taking operatorship of the 7,058 acres of the White Hat ranch lease outside of the presently drilled 40 acre drilling units. CEGX will remain as operator of the eight current wells and their 40 acre drilling units (total of 320 acres).

As from today therefore, new wells will be drilled and completed by Winchester with Winchester having a 75%WI and as operator the Winchester technical team can apply new drilling and completion techniques to the exploration and development of the Ellenburger Formation.

—ENDS—

For further information, please contact:

Neville Henry
Managing Director
T: +1 713 333 0610
E: nh@winchesterenergyltd.com

Date: 1 March 2017

ASX Code: WEL

Directors

Peter Allchurch
Non-Executive Chairman

Neville Henry
Managing Director

James Hodges
Non-Executive Director

John D Kenny
Non-Executive Director

Larry Liu
Non-Executive Director

Nicholas Calder
Company Secretary

Contact Details

Australia
Level 3
18 Richardson Street
West Perth WA 6005
Australia

PO Box 641
West Perth WA 6872
Australia

Tel: +61 1300 133 921
Fax: +61 (8) 6298 6191

USA
Two Riverway
17th Floor
Suite 1700
Houston Texas USA 77056

Tel: +1 713 333 0610

winchesterenergyltd.com