

PETROLEUM ACT 1998 (VIC)

EXPLORATION PERMIT 163

I, **Richard Aldous**, the delegate of the Minister for Energy and Resources for the State of Victoria, pursuant to the provisions the *Petroleum Act 1998* ('the Act') grant to:

Lakes Oils NL
 (ACN 004 247 214)
 Level 11
 500 Collins Street
 Melbourne VIC 3000

an Exploration Permit over the area described below and shown on the attached plan, subject to the Act, and to the Regulations made under that Act, and to the terms and conditions set out in the Conditions for a period of five (5) years from the date of grant.

DESCRIPTION OF AREA

In the area of the State of Victoria -

MELBOURNE MAP SHEET SJ55

BLOCK NO.	BLOCK NO.	BLOCK NO.	BLOCK NO.
1806 (part)	1807	1808 (part)	1874
1875	1876	1877	1878
1879	1880	1881 (part)	1946
1947	1948	1949 (part)	1950 (part)
1951 (part)	1952 (part)	1953 (part)	2018
2019 (part)	2020(part)	2089 (part)	2090 (part)

Assessed to contain twenty four (24) blocks.

The area of the Exploration Permit does not include any surface Crown Lands other than the roads and road reserves.

CONDITIONS

1. The Permittee shall, during the period of the permit, carry out minimum petroleum exploration operations in accordance with the work program submitted and listed in the table below:

Year	Work Program	Estimated Expenditure
1	Palynological Data Analyses	\$60,000.00
2	Surface geochemical survey - Gravity survey (100stations) and minimum of 50 surface samples for surface	\$150,000.00
3	25Km line 2D Seismic Survey	\$250,000.00
4	One well	\$500,000.00
5	Review data and integration of drilling results with pre- existing data	\$100,000.00
TOTAL VALUE		\$1,060,000.00

2. The first three (3) years of the approved work program listed in the table above, are declared to be the key objects of the work program for the purpose of section 27 of Act
3. The Permittee must complete, as a minimum, the key objects of the work program during the five (5) years of the permit except where the Minister varies the declaration of key objects of the work program.
4. A petroleum operation that includes petroleum exploration as defined in Section 7 of the Act must not be carried out without the consent of the Minister and complying with the requirements of Section 147 of the Act.
5. A well may not be abandoned except in accordance with an abandonment program approved by the Minister.
6. The Permittee shall submit the following reports as required by the Regulations on details of the approved work program carried out and a summary of expenditure incurred during that period:
 - (i) Six (6) monthly reports within thirty (30) days after the end of each half year ending the last day of June and December.
 - (ii) Annual reports within thirty (30) days after each anniversary date of the permit.
 - (iii) A final report within ninety (90) days after any part of the permit ceases to have effect, with respect to that part of the permit.
 - (iv) A final report within ninety (90) days after the cessation of the permit.
7. For the purpose of calculating the Annual Rental payable on this Permit, it shall be deemed to have a total area of 2923 square kilometres.

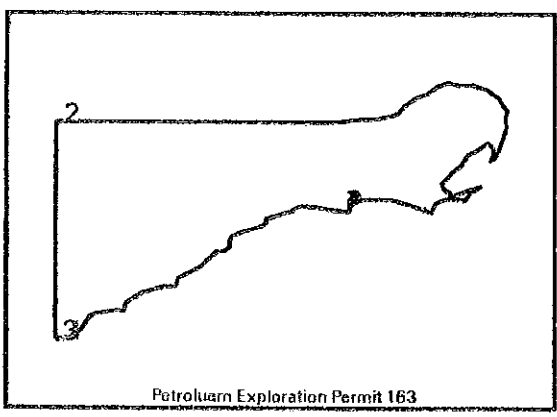
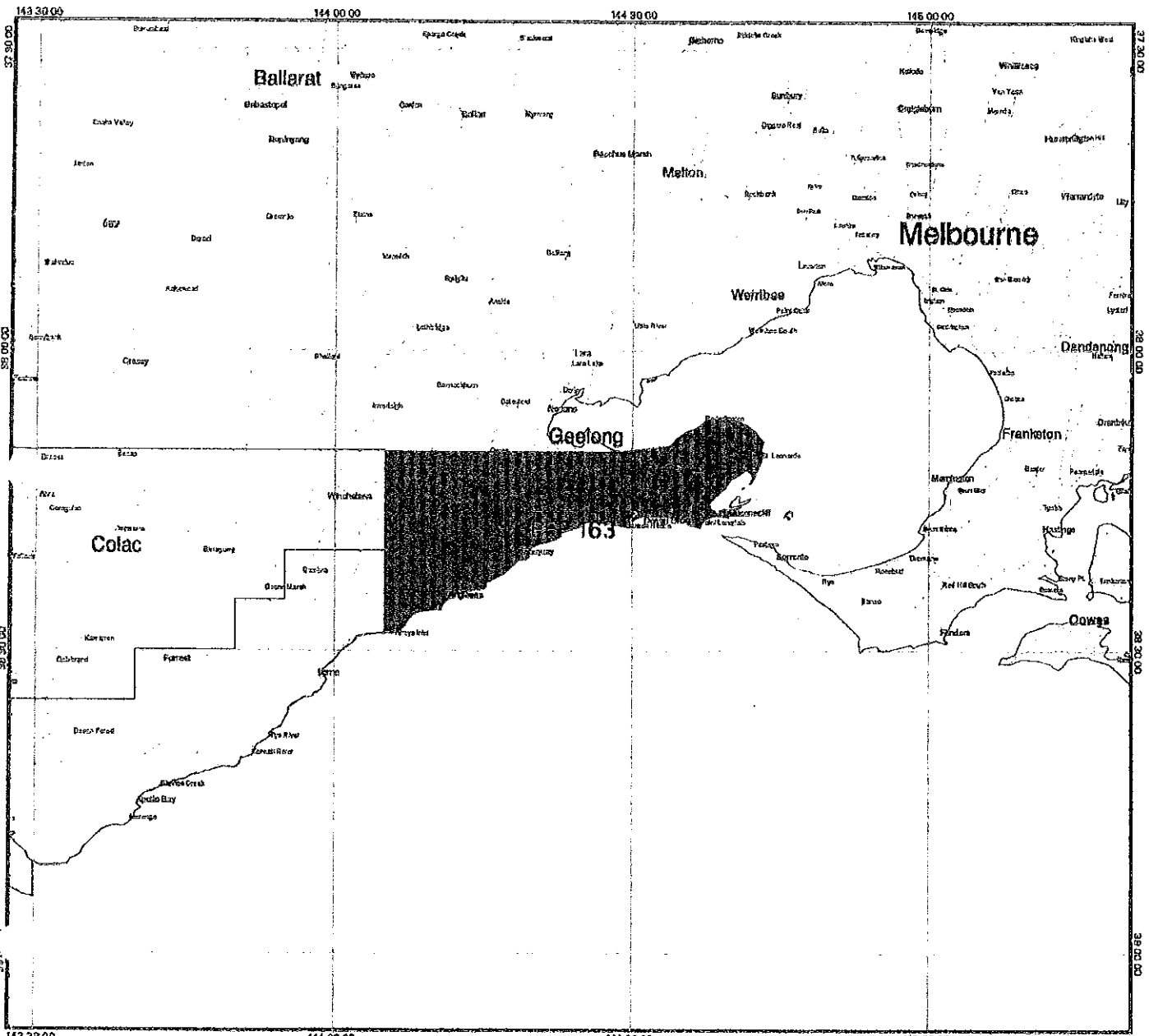
Signed by:



RICHARD ALDOUS
Delegate of the Minister for Energy and Minerals

19 / 7 / 2002

Petroleum Exploration Permit 163 PETROLEUM ACT 1998 (Vic)



Point	Longitude	Latitude
1	144 5 28 E	38 28 20 S
2	144 4 00 E	38 10 0 S
3	144 4 00 E	38 28 18 S

Petroleum Exploration Permit 163

PEP163/13

PETROLEUM ACT 1998

**SUSPENSION OF CONDITIONS AND EXTENSION OF TERM
OF PETROLEUM EXPLORATION PERMIT**

(SECTION 105 & 106)

PERMIT NUMBER	Exploration Permit 163
NAME/S OF PERMIT HOLDER/S	Mirboo Ridge Pty Ltd
ADDRESS/ES OF PERMIT HOLDER/S	Level 14 500 Collins Street Melbourne Victoria 3000
GENERAL NATURE AND PURPOSE OF INSTRUMENT	<ol style="list-style-type: none"> 1. Suspend the work program condition of Year 4 for a period of 12 months to 18 April 2014. 2. Extend the term of the permit for a period of 12 months to 18 October 2014.

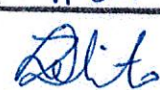
Year of permit	Permit year starts	Permit year ends	Work Program	Expenditure (\$)
1	19 July 2007	18 July 2008	Geological and Geophysical Studies	\$30,000
2	19 July 2008	18 January 2011	25 km Magnetotelluric (MT) survey	\$150,000
3	19 January 2010	18 January 2011	Geological and Geophysical Studies	\$50,000
4	19 January 2011	18 April 2014	Drill one (1) wildcat exploration well to around 1500m depth	\$2,000,000
5	19 October 2013	18 October 2014	Data Review	\$100,000

Signed by



DOUG SCENEY
Executive Director Earth Resources Regulation
Delegate of the Minister for Energy and Resources

Date: 7/12/12

DATE OF REGISTRATION	
7 / 12 / 2012	
@ 11:04	am/pm
	
PETROLEUM ACT 1998	