

Gas sales agreement with O-I Australia

11 October 2016

- **GSA signed with O-I Australia**
- **Binding gas sales commitment in place for 7.6 PJ pa**

Cooper Energy (ASX:COE) announces that the Heads of Agreement (HoA) with O-I Australia announced 3 August 2016 for the sale of gas from the Sole gas field has been translated into an executed binding gas sales agreement (GSA) between the parties.

The GSA has adopted the key terms agreed in the Heads of Agreement for the supply of 1 PJ per annum from Sole to O-I Australia for 8 years. The GSA is, consistent with the HoA, subject to an affirmative final investment decision (FID) for the development of the Sole Gas Project. It is expected the FID will be made in the December quarter 2016 and first gas supply from Sole will occur in the March quarter of 2019.

Owens-Illinois (O-I) is the world's leading glass container manufacturer and operates four manufacturing plants in Australia.

With a further 6.6 PJ pa of gas from Sole being subject to a binding HoA with AGL Limited, there is now approximately 61 PJ in total of the company's share of Sole gas subject to binding conditional agreements. The Sole field has been assessed by Cooper Energy as containing a 2C contingent resource of 242 PJ¹ (100% joint venture) of which Cooper Energy's share is 121 PJ. With the foundation gas sales secured, the company intends to structure further gas sales for optimal exposure to the favourable near and medium term gas price outlook and having regard to prudent financing of its projects.

Cooper Energy holds a 50 per cent interest in Sole and the Orbost Gas Plant, from which the gas will be supplied to O-I Australia, with the balance being held by Santos Limited. The Sole gas field is located in VIC/RL3, offshore Victoria approximately 62 kilometres from the Orbost Gas Plant, onshore Victoria.

Further comment and information

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About Cooper Energy Limited (ASX:COE) is an ASX listed exploration and production company featuring low cost oil production, a growing portfolio of gas resources and exploration acreage and a management and Board team with a proven track record in building resource companies. Cooper Energy conducts oil exploration and production in the Cooper Basin and is working towards development of its Gippsland Basin gas resources to address emerging supply opportunities in eastern Australia. The company has a strong balance sheet, enjoys strong cash flow and is executing a clear strategy driven by shareholder return.
www.cooperenergy.com.au

¹ As announced to the ASX on 26 November 2015. Cooper Energy is not aware of any new information or data that materially affects the information provided in that release and all material assumptions and technical parameters underpinning the assessment provided in the announcement continues to apply.