

WA-359-P Extension of BP equity option

- Extension of BP option to acquire 42.5% equity in WA-359-P extended by 6 months until 25 October 2018

Melbourne, Australia 17 April 2017; Cue Energy Resources Ltd (ASX:CUE) is pleased to advise that through its 100% owned subsidiary, Cue Exploration Pty Ltd, the 42.5% equity option over exploration permit WA-359-P granted to BP Developments Australia Pty Ltd (BP), as announced on 13 October 2016, has been extended by 6 months until 25 October 2018.

WA-359-P Permit

The exploration permit term of WA-359-P currently expires on 25 April 2018. Cue has submitted a suspension and extension application to the National Offshore Petroleum Titles Administrator (NOPATA) to allow new technical information to be incorporated into the Ironbark-1 well planning process.

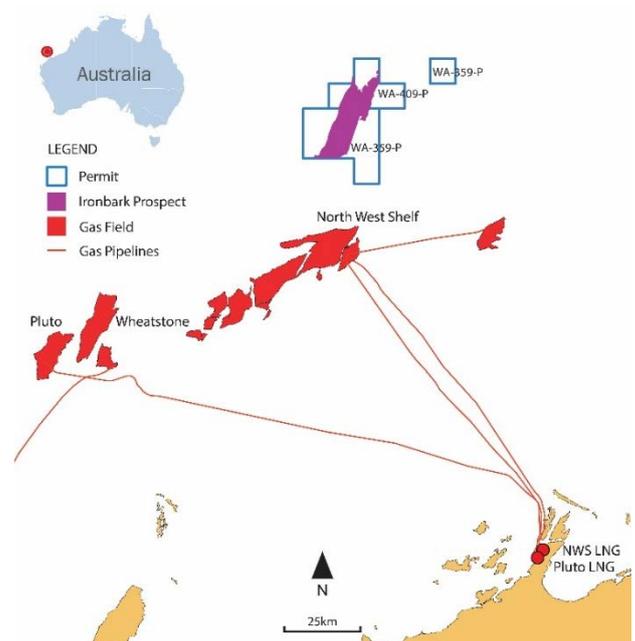
Ironbark Prospect

Ironbark is a giant Mungaroo Formation prospect that is mapped with an area of up to 400km² and a best technical estimate of 15 trillion cubic feet (Tcf) of prospective recoverable gas resource⁽¹⁾ based on an internal assessment performed by Cue.

The Ironbark prospect is less than 50km from the North Rankin platform (North West Shelf LNG) and in close proximity to Pluto and Wheatstone LNG infrastructure, providing cost effective commercialisation options.

BP and Beach Energy Agreements

As previously announced, Cue has executed agreements with BP⁽²⁾ and Beach Energy⁽³⁾ related to equity in WA-359-P. Through these agreements, 75% funding for the Ironbark-1 well has been conditionally secured. Cue is continuing discussions on funding options for the remainder of the well cost.



Any queries regarding this announcement should be directed to the Company on +613 8610 4000 or email mail@cuenrg.com.au.



Matthew Boyall
Chief Executive Officer

⁽¹⁾Prospective Resource Estimates Cautionary Statement

The estimated quantities of petroleum that may potentially be recoverable by the application of a future development project(s) relate to undiscovered accumulations. These estimates have both an associated risk of discovery and a risk of development. Exploration, appraisal and evaluation is required to determine the existence of a significant quantity of potentially moveable hydrocarbons

⁽²⁾ See ASX announcement 13 October 2016

⁽³⁾ See ASX announcement 29 November 2017

About Cue Energy:

Cue Energy Resources Limited is an Australian Stock Exchange (ASX:CUE) listed oil and gas exploration and production company. Cue's FY17 revenue was A\$35million from oil production in the Maari field, offshore New Zealand and oil and gas production in Sampang PSC, Indonesia. Cue has operated and non-operated interests in exploration permits in the Carnarvon Basin, offshore Western Australia and onshore Indonesia.