

Senex granted Petroleum Lease for Project Atlas

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Senex Energy (Senex, ASX: SXY) has been granted a Petroleum Lease and preliminary environmental approvals from the Queensland Government to develop Project Atlas for domestic gas supply.

Project Atlas is a high quality coal seam gas permit located south east of Wandoan in Queensland's Surat Basin (see Figure 1). Senex was awarded the permit by the Queensland Government in September 2017 following a competitive tender.

The grant of the Petroleum Lease is a key milestone for the project, providing Senex on-ground access to progress environmental studies and other preliminary activities for the development of approximately 100 wells and associated infrastructure.

Senex expects to receive all remaining State and Commonwealth approvals in mid-2019, with delivery of first gas to the domestic market targeted for late 2019.

Commenting on the significant progress already achieved, Managing Director and CEO Ian Davies said:

"We are in detailed discussions with parties to provide gas processing infrastructure, have materially progressed financing discussions with prospective lenders, and look forward to engaging with domestic gas customers in the near term.

"The direct award of a Petroleum Lease for Project Atlas is an innovative solution by the Queensland Government to help address the shortage of new east coast gas supply", he said

FURTHER INFORMATION

Investor and Media Enquiries:

Ian Davies

Managing Director

Senex Energy Limited

Phone: (07) 3335 9000

Tess Palmer

Head of Investor Relations

Senex Energy Limited

Phone: (07) 3335 9719

ABOUT PROJECT ATLAS

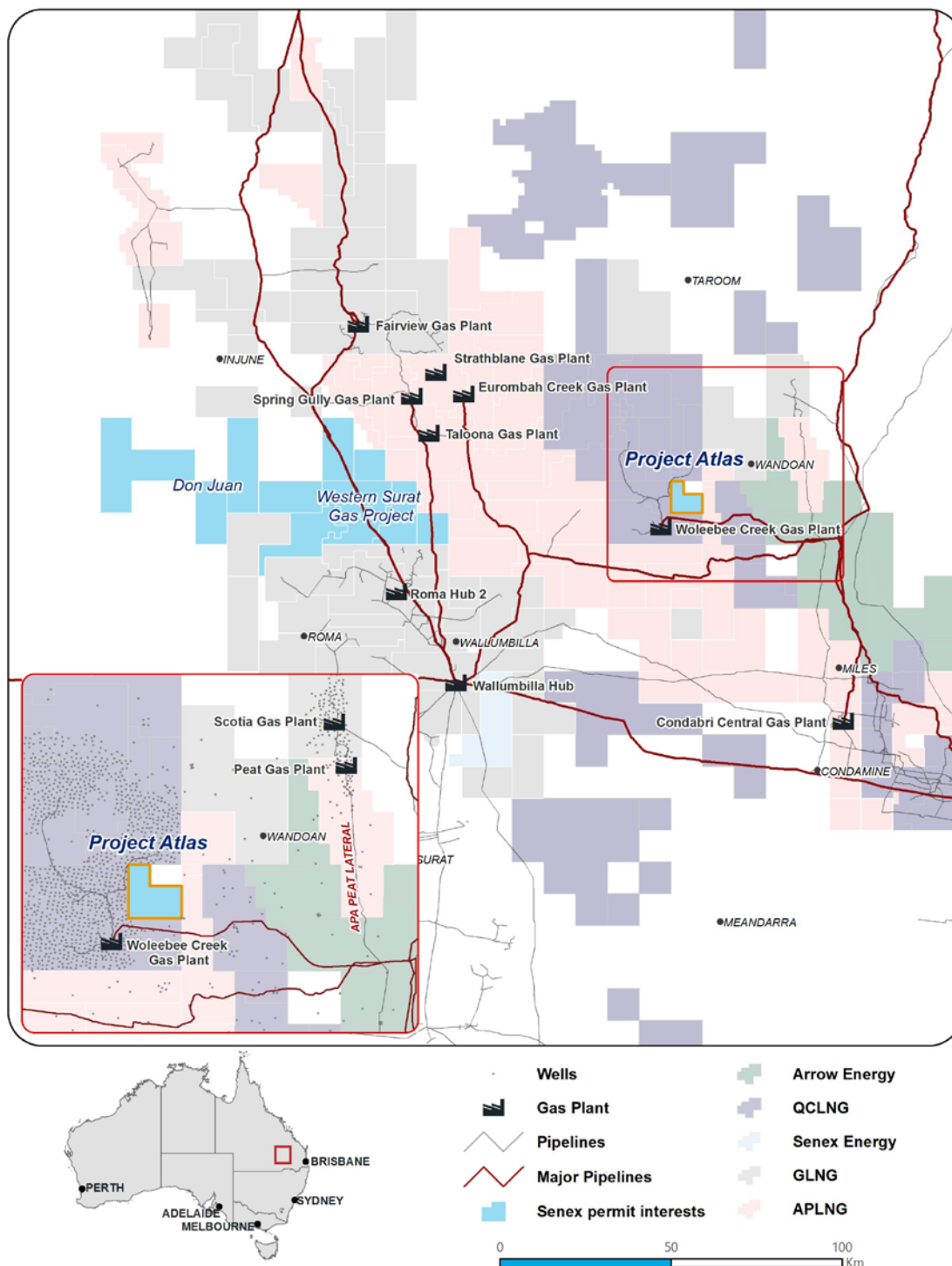
In September 2017, following a competitive tender the Queensland Government awarded Senex 58 square kilometres of coal seam gas acreage near Miles to be developed for the Australian domestic gas market. The high quality acreage contains P50 recoverable gas volumes of 201 PJ¹ and is capable of sustaining production rates of more than 30 terajoules per day at plateau. First gas is targeted for 2019.

ABOUT SENEX ENERGY

Senex is an ASX listed oil and gas exploration and production company focused on generating shareholder value by growing reserves and production. It holds extensive onshore oil and gas acreage in the Cooper and Surat Basins, two of Australia's most prolific onshore energy regions. Senex is well capitalised and has built strong operating credentials over its 30 year history. Senex operates low cost oil producing assets in the Cooper Basin and is progressing a portfolio of gas projects including the Western Surat Gas Project and Project Atlas in Queensland.

¹ Estimated by SRK Consulting Pty Ltd as part of tender process

Figure 1 – Location of Project Atlas



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