

ASX Announcement

INDUS ENTERS TERM SHEET TO ACQUIRE NEW ERA OIL AND GAS

18 October 2018

Indus Energy NL (**Indus Energy or Company**) is pleased to advise that it has entered into a non-binding term sheet to acquire 100% of the issued capital of New Era Oil and Gas Pty Ltd (**New Era**) as it proceeds to re-capitalise the Company.

New Era is a South Australian based private oil and gas company focussed on opportunities in the Cooper and Eromanga basins in South Australia and Queensland, and has recently executed a term sheet to farm into 50% positions in two onshore oil and gas exploration blocks in the Cooper Basin, South Australia.

The New Era Board and management includes a team of highly experienced oil and gas professionals who will drive the exploration and development process on the farm-in assets and lead a strategy to grow the Company's asset portfolio. The focus will be on acquiring further onshore Australian assets, specifically in the Cooper and Eromanga basins.

The New Era term sheet is intended to be converted into a formal binding agreement, which will be subject to a number of conditions precedent, including in-principle approval by ASX of the transaction for the purposes of completing a reverse takeover and Indus/New Era being re-admitted to trading on the ASX.

The transaction will also be subject to the completion of due diligence and the entering into a binding share sale agreement by New Era and Indus. Once a binding agreement is finalised, the transaction will be subject to Indus shareholders' approval, completion of a capital raising, compliance with Chapters 1 and 2 of the ASX Listing Rules and re-admission to the official list of ASX.

Further details of the transaction, including detailed information on New Era's oil and gas assets and key management personnel, the key terms of the transaction, indicative capital structure and transaction timetable will be announced on the signing of the binding share sale agreement.

For further information please contact our office on (08) 9380 9920.

Yours Sincerely

The Board of Indus Energy

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ASX CODE

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