

STRIKE ENERGY LIMITED

SOUTHERN COOPER BASIN GAS PROJECT

Investor Update

December 2013





Confirmed the presence of thick, dry / gas saturated coals

Substantial coal development within the peak gas generation window

Wells required to develop the resource will be relatively shallow (<2,200m) and low cost

Thick coals in the primary target zone can be cost effectively stimulated

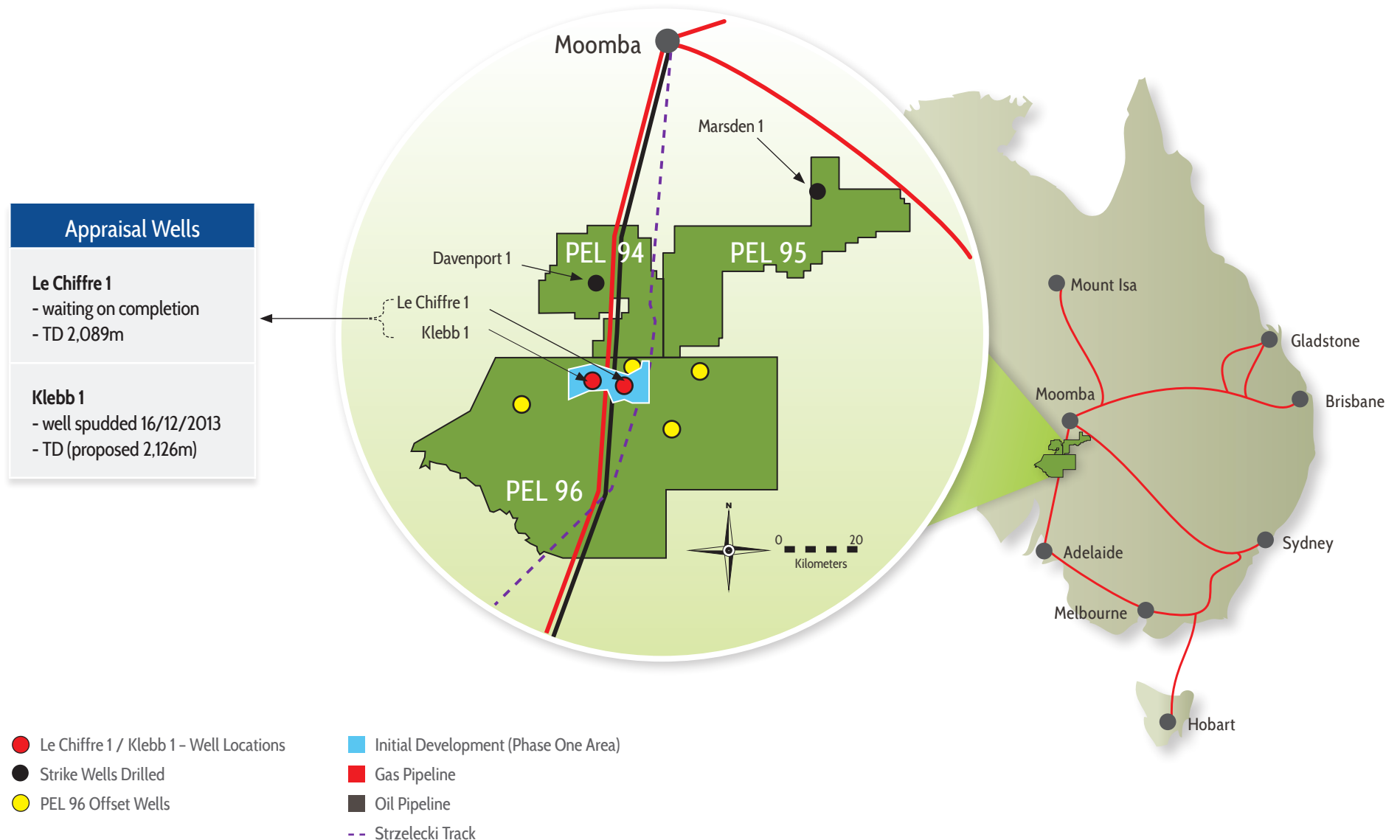
Recent industry drilling and completion innovations

- Have increased productivity from deep Cooper Basin coals; and
- Will be applied to the shallower target coals in PEL 96 in 2014



Le Chiffre 1 well appraisal results confirm transformational potential of Strike's Gas Project

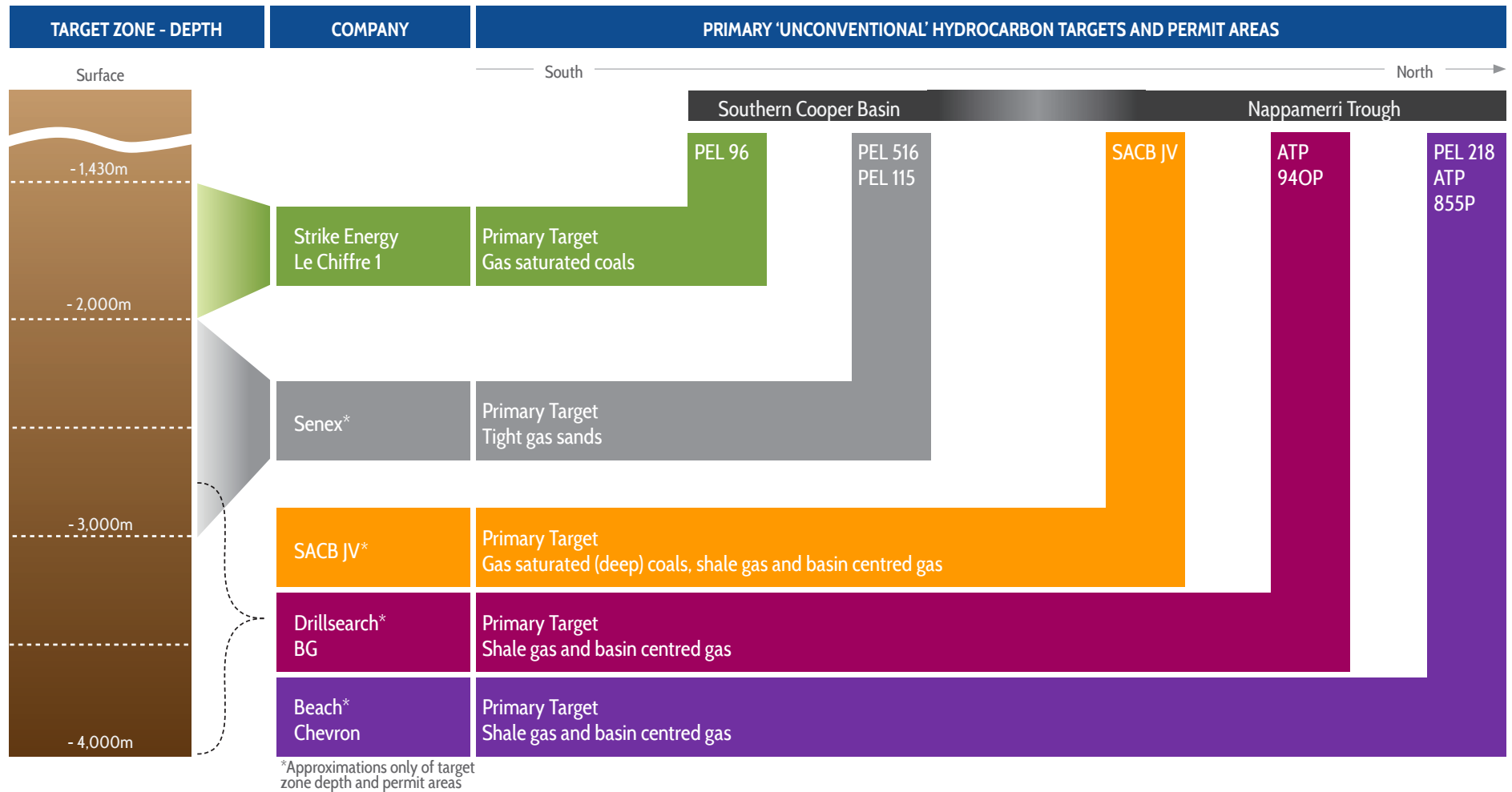
Southern Cooper Basin Gas Project: Location of Appraisal Wells



Le Chiffre 1 appraisal well confirms target interval at optimal depth



Strike's appraisal program has confirmed the presence of thick, dry/gas saturated coals. The target interval at Le Chiffre 1 is in the optimal gas generation window at a relatively shallow depth. This delivers significant well cost advantages compared to deeper unconventional Cooper Basin activity.

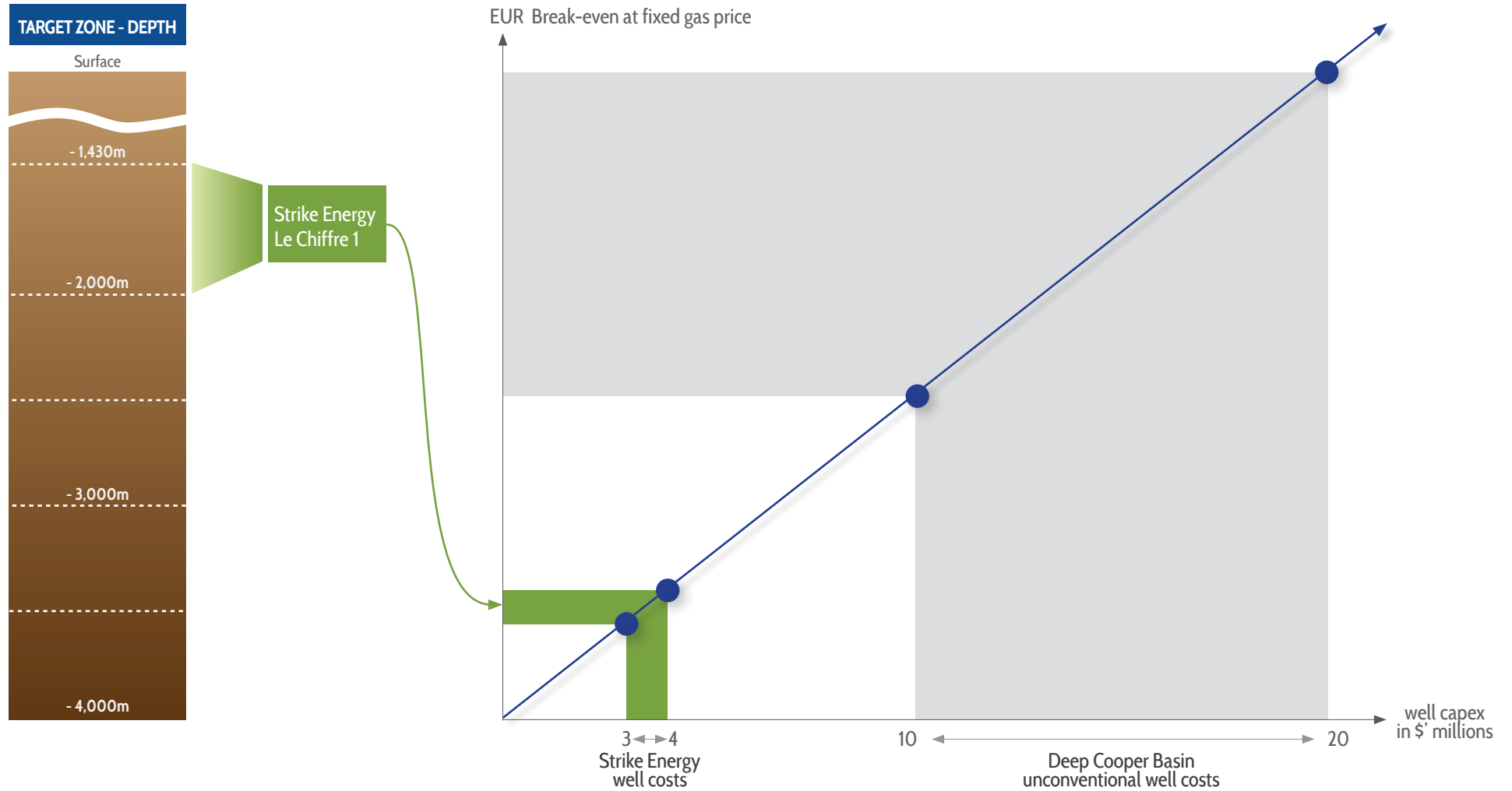


Strike's relatively shallow unconventional gas zone delivers significant well cost advantages

Minimum Estimated Ultimate Recovery [EUR] per well to break-even



The thick, dry/gas saturated coals confirmed by Strike's Le Chiffre 1 well validate the transformational potential of the project.

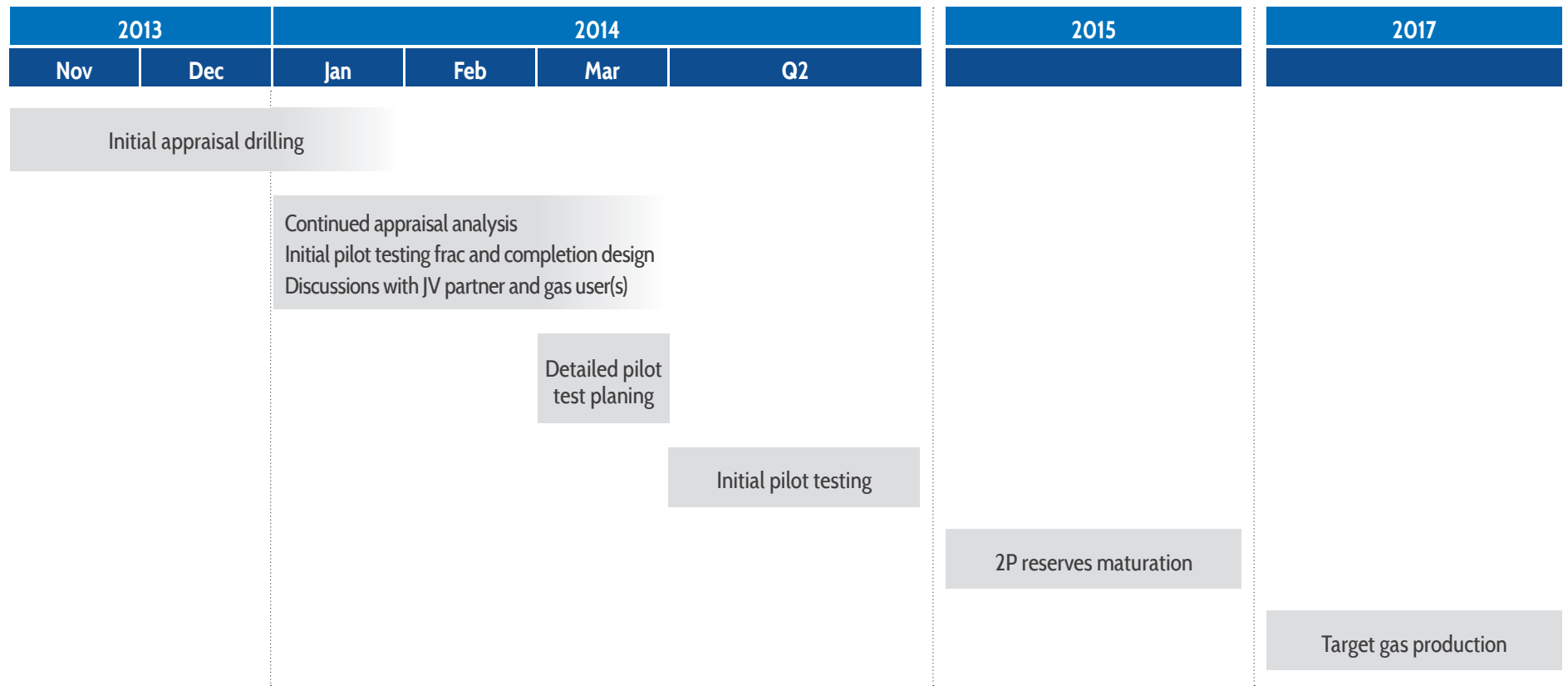


Low well costs drive favourable economics even at modest EUR's

Southern Cooper Basin Gas Project: Rapid Commercialisation Program



To date, unconventional appraisal in the Cooper basin has been characterised by high costs, slow progress and long-dated commerciality. The drivers of these outcomes have included target zone depths, pressures, temperatures and associated technical complexities and geological uncertainties. In contrast, Strike’s relatively low cost and rapid commercialisation program is on track to supply gas to east coast markets in 2017.



Strike’s Gas Project positioned as ‘frontrunner’ for new low cost unconventional gas supply