ASX ANNOUNCEMENT

Whitebark adds to Wizard Lake land position, increasing potential well locations

18 July 2019

Additional 320 acres secured over the Wizard Lake oil field

Whitebark Energy Ltd (ASX : WBE) is pleased to announce a successful land bid overnight in Calgary has added 320 acres to the Company's Wizard Lake land position, taking the total gross area to 3,705 acres and providing additional potential drilling opportunities.

The addition of the half section to the south of the Whitebark's Wizard Lake oil discovery increases the potential wells locations to at least 20 wells.

The Wizard Lake area is covered by an Area of Mutual Interest and Right of First Refusal Agreement with Point Loma Resources Ltd (PLX). Under the agreements any land acquired or sold by either party is subject to certain conditions. As a result PLX has the right to acquire 50% of the land acquired by Saltbush in the aucton overnight.

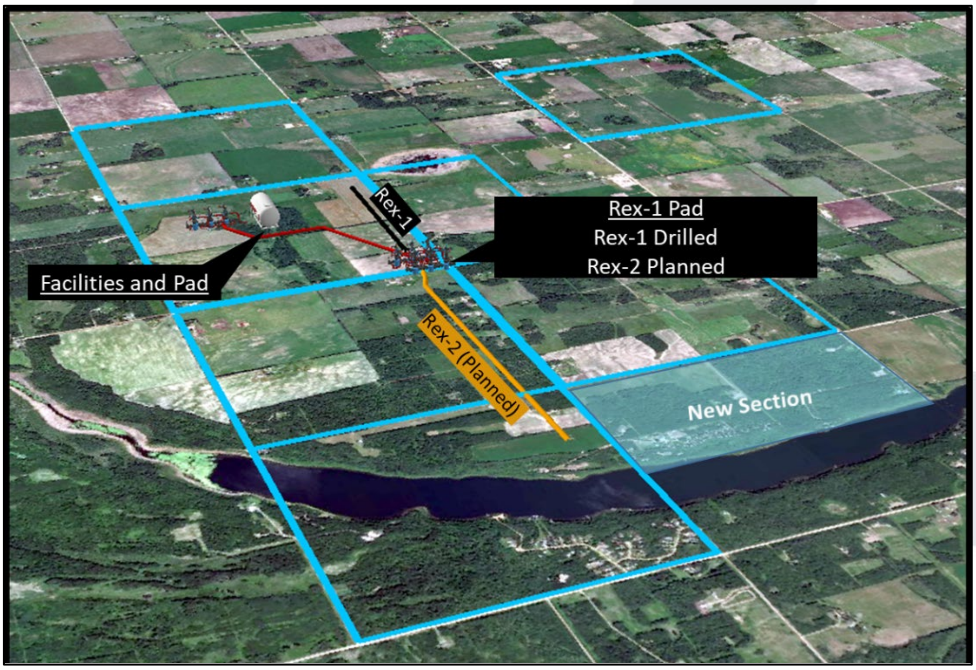

Figure 1- Rex Development Plan and Additional Land Acquisition

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The Company confirms that it is not aware of any new information or data that materially affects the information in the relevant ASX releases and the form and context of the announcement has not materially changed.

Wizard Lake Development Program Background

- The Wizard Lake development program commenced with the spudding of the Rex-1 well on 24 November 2018. The program is focused on the Wizard Lake oil field in Alberta Canada.
- Initial flow testing of the horizontal oil well recorded production rates of more than 300 barrels of oil per day prior to the completion of testing. Total oil produced from the 16-day flow test was 2845 barrels – a 55% increase on initial estimates[1].
- Production facilities and a pipeline were completed in early June and Rex-1 began pumping fluids on 5 June 2019. It is expected to take a number of weeks for the well to clean up and the oil cut to stablise[2].
- An interim production flow rate of 275 bbls oil/day was announced after ten days clean up[3].
- The program for 2019 encompasses the construction of a pipeline and installation of initial production facilities on a multi-well pad (completed in 1H 2019) and the drilling of two new Wizard Lake wells in 2H 2019[4].
- Whitebark's working interest in the Wizard Lake oil development will increase up to 50% following the two well drilling program[5].
- The initial independent reserves assessment following the discovery at Rex-1 indicated the likelihood of 12 to 17 follow-up well locations.[6] Whitebark has secured additional land at Wizard Lake that has increased this to a minimum of 20 well locations.

[1] Refer to ASX Release 20 Feb 2019.
[2] Refer to ASX Release 5 June 2019
[3] Refer to ASX Release 19 June 2019
[4] Refer to ASX Release 22 March 2019
[5] Refer to ASX Release 31 May 2019
[6] Refer to ASX Release 15 March 2019