

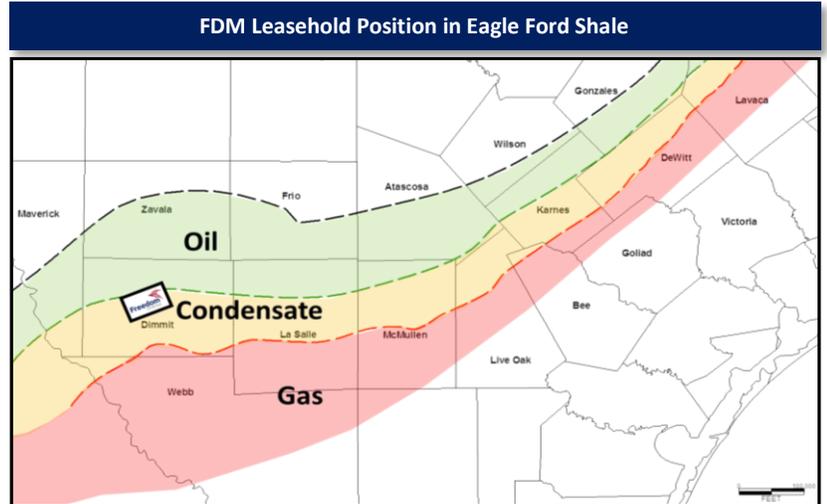
*“Building Value in the Eagle Ford Shale”*

Freedom Oil & Gas (FDM) has established a sizeable position in the liquids-rich region of the Eagle Ford shale in Dimmit County, Texas. In late May of 2017, Freedom initiated its horizontal drilling program in the Eagle Ford, and the first two wells commenced production in November 2017 at initial rates that exceeded expectations. Another four wells are planned for early 2018, prior to commencing a more continuous field development program.

**FREEDOM ACREAGE POTENTIAL**

Freedom’s acreage is in one of the most active areas of the Eagle Ford. It is surrounded by over 300 offset producing wells, which provides a strong understanding of the geology and productivity of the region. Well-known offset operators include Anadarko and Chesapeake, and recent acquisitions of Anadarko and Newfield assets by Sanchez and Protégé, reinforces the high value of FDM’s position. Offset well data in the area shows the Eagle Ford to have excellent reservoir characteristics for oil in place, with pressure and brittleness that can be hydraulically fractured effectively. Competitor drilling programs surrounding our acreage have rates of returns above 40% at today’s prices.

FDM’s contiguous acreage can support longer lateral lengths for the full development plan, and the first two wells reached a lateral length of approximately 7,000 feet. All of the modern completion techniques were applied at these two wells which were each hydraulically fractured with 27 stages at an average spacing of about 250 feet per stage. These wells are both currently producing premium-priced light, sweet crude oil and high-Btu natural gas.



**Compelling investment opportunity in early-stage E&P company**

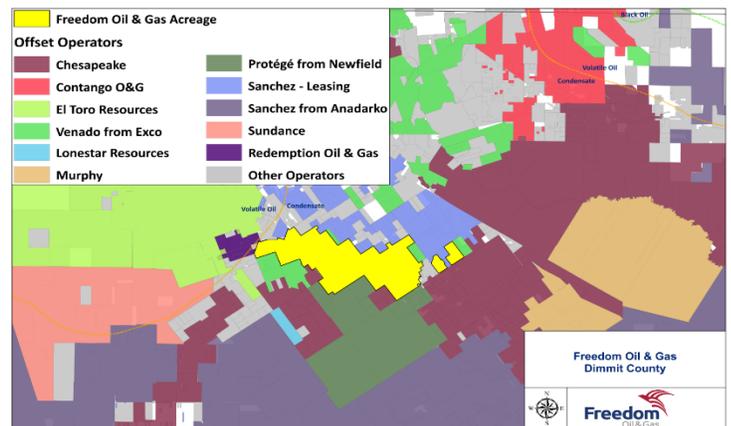
- FDM has captured acreage in Dimmit County, Texas in the Eagle Ford shale volatile oil and condensate window.
- The thickness of the oil zone at approximately 400 feet is the largest of the entire trend and allows for development at three separate vertical intervals.
- FDM has identified ~325 drilling locations across the three vertical intervals on its current 9,320 net acre leasehold.
- During the 2017 third quarter, FDM completed the drilling of two horizontal wells using advanced hydraulic fracturing completion technology.
- Both wells produced at an average initial 30 day rate of ~1.25 thousand barrels of oil equivalent per day, and oil and gas sales have commenced via recently constructed production facilities.
- FDM recently completed a A\$22.5 million (US\$17 million) capital raise to fund the drilling of the next four well development of its Eagle Ford acreage.
- In the first half of 2018, FDM plans to drill and complete four additional wells and expand its existing leasehold position in the Eagle Ford.
- With an estimated drilling and completion cost of \$4 million to \$5 million per well, the area offers attractive economic returns at oil prices as low as the mid-\$40s.
- FDM wells generate a revenue stream of 70-80 percent oil and natural gas liquids, and the oil is sold on an LLS basis which is currently about \$5.00 higher than WTI.

**Select Stock Information**

<b>Exchange: Symbol</b>	<b>ASX: FDM; OTCQX: FDMQF</b>
<b>ASX Stock Price<sup>(1)</sup></b>	A\$0.25
<b>52-Week Range</b>	A\$0.08 - \$0.28
<b>OTCQX Stock Price<sup>(1)</sup></b>	US\$0.20
<b>52-Week Range</b>	US\$0.05 - \$0.20
<b>Market Cap (\$MM)<sup>(1)</sup></b>	A\$198.4; US\$167.9

(1) As of December 18, 2017

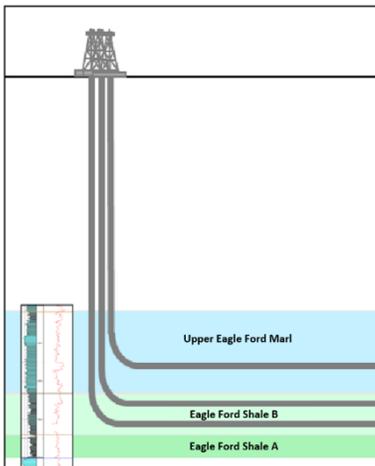
**FDM Position and Offset Operators**



## Key Facts for Freedom Eagle Ford Acreage Development

- The Eagle Ford is one of the worlds' largest oil fields measured at 400-miles long and 50-miles wide containing over 3 billion barrels of oil.
- Freedom's first two horizontal wells exceeded expectations each with initial 30 day average production rates of approximately 1,250 barrels of oil equivalent per day. The next four wells are currently being planned.
- The Freedom wells in Dimmit County are currently producing a light oil / condensate (45-degree API) which will yield premium pricing. The natural gas being produced has a rich Btu content of 1,300 MMBtu which also commands premium pricing.
- Approximately 70-80 percent of the production is oil and natural gas liquids, greatly improving the economics of development.
- Gas sales have commenced after a field gathering pipeline was recently connected to the two wells, and then tied in to the main gas pipelines in the area that have unused capacity for transportation to the U.S. Gulf Coast energy grid at lower transportation costs due to the short distance to market.
- In Dimmit County, the Eagle Ford is at its thickest interval of about 400 feet thick. At least three separate vertical intervals can be drilled in the Freedom acreage at 60-acre spacing; these separate vertical intervals have been successfully drilled in over 300 wells adjacent to our acreage.
- Wells drilled in the area by competitor companies have had a 40 percent improvement in oil recovery per well over the last 2-4 years due to advances in hydraulic fracturing technology.
- Freedom currently is producing light, sweet crude oil from two Eagle Ford wells and recently completed the funding for an accelerated and expanded drilling program of up to four new wells and the acquisition of additional leasehold acreage.
- Freedom is working to lease additional adjacent acreage to its current acreage position of about 9,320 net acres, with a goal of capturing over 10,000-11,000 acres in Dimmit County.

### Horizontal Drilling Example

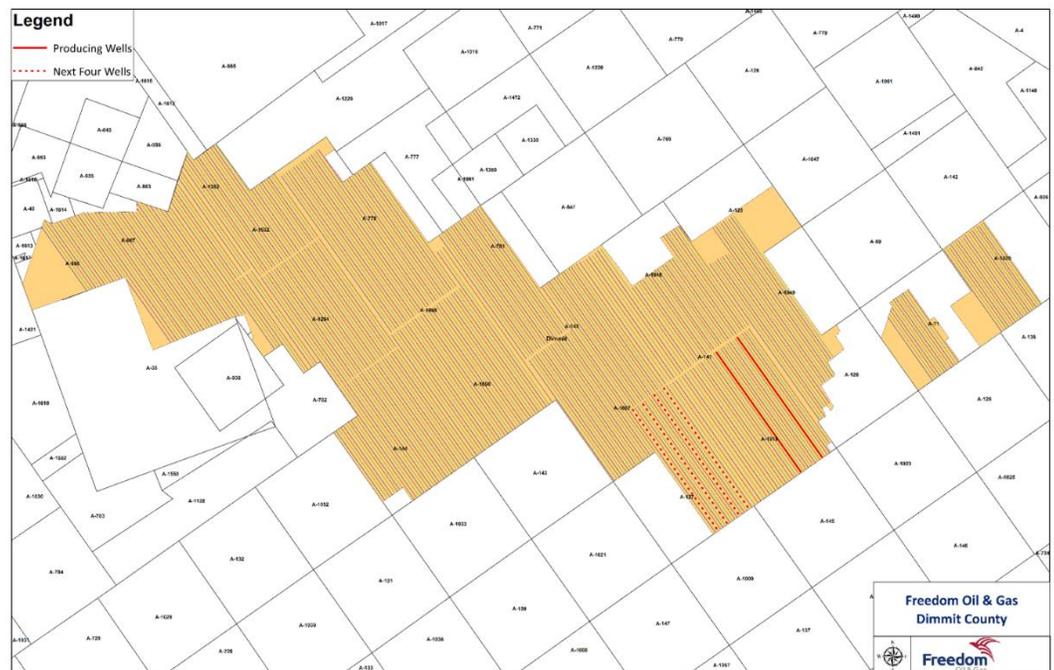


### Contact Us

(832) 783-5700  
[ir@freedomog.com](mailto:ir@freedomog.com)

Visit our website at  
[www.FreedomOG.com](http://www.FreedomOG.com)

### Development Plan



Freedom Oil & Gas  
Dimmit County

