

## QUARTERLY REPORT FOR THE PERIOD ENDED 30 JUNE 2016

Commenting on key areas of focus, Executive Chairman and Chief Executive Officer, J. Michael Yeager said:

“As our second quarter of 2016 comes to a close, we are progressing daily on our stated actions that we outlined at our Annual General Meeting in May 2016.

1. Keeping our Blue Ridge field optimized
2. Testing the market on the sale of Blue Ridge
3. Continuing our leasing of targeted Eagle Ford acreage

Our Blue Ridge production continues to stay strong at just over 500 barrels per day for the quarter. We are obtaining this performance while running two workover rigs and no drilling rigs. Operating expenses continue to trend down and operational cash flow is around \$250,000 per month. We have had only one recordable safety incident in the first half of the year and we have met all of our regulatory obligations. Overall the field is in the best shape it has ever been when you combine profitability, reliability of performance and our regulatory compliance.

Due to this solid level of Blue Ridge performance, and the fact that our growth will come from our new Eagle Ford acreage, we are testing the sales market for the Blue Ridge assets. We have had a good level of interest from unsolicited buyers, and we have hired the Oil and Gas Asset Clearinghouse (Clearinghouse) to assist us with this potential sale to their broad network of buyers. We expect this process to be completed during this next quarter.

Lastly, we continue to progress our Eagle Ford land leasing process. Currently almost all of the 13,000 targeted acres have some form of engagement in progress ranging from the currently already leased 5,300 acres to the continued negotiations on all of the other leases. We are excited about this opportunity and what it will mean to our shareholders when we commence development. We have discussions ongoing with several prospective partners and expect this next quarter to be a significant chapter in the Company’s history as we attempt to put a long term growth asset into the Company.

I am planning a visit to Australia in the first week of August and will meet with our shareholders. I look forward to updating them on the details of these actions. In the meantime, we thank everyone for their continued support.”

### HIGHLIGHTS

- Production for the quarters ended 30 June 2016 and 31 March 2016 averaged 509 and 611 barrels of oil per day, respectively.
- With two workover rigs in operation, 6 wells were recompleted to new pay zones.
- No wells were drilled in the current or the prior quarter.

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DRILLING & EXPLORATION

- Oil and gas capital expenditures of US\$0.2 million was spent in the current quarter versus US\$4.5 million in the prior quarter. We had no capital expenditures for drilling activities in the current quarter or in the prior quarter. On the announced Eagle Ford acreage leasing program, the entire quarter was spent negotiating the next phase of leases and no expenditures were made as compared to \$4.2 million in the prior quarter. Expenditures for production activities during the current quarter were US\$0.2 million versus US\$0.3 million in the prior quarter.
- Gross oil price realized during the quarter averaged US\$44.51 per barrel compared to US\$31.28 realized in the prior quarter. Cash received from oil sales for the quarter totalled US\$1.3 million versus US\$1.2 million in the previous quarter. Cash at 30 June 2016 totalled US\$4.2 million.

## SUMMARY OF EXPLORATION ACTIVITIES

There are no exploration activities to report for the quarter ended 30 June 2016.

## BOARD INFORMATION

Current board members are:

J. Michael Yeager	Executive Chairman and Chief Executive Officer
Roger Clarke	Vice Chairman and Non-executive Director
Lee Clarke	Non-executive Director
Joseph Camuglia	Non-executive Director
Nigel Smith	Non-executive Director

## CONTACT

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### **About Maverick Drilling & Exploration Limited (ASX: MAD OTCQX: MRVKY)**

Maverick is an onshore U.S. focused independent oil company. Existing oil production and reserves development are focused on the drilling of low cost, high margin oil. Maverick's main assets are large acreage positions with majority ownership over parts of the Blue Ridge field located south of Houston, Texas and undeveloped acreage in the Eagle Ford Trend in South Texas, in the United States.