



AUSTIN EXPLORATION

Listed on the Australian Securities Exchange ("AKK") and the OTC-QX International in the USA (AUN-XY)
ACN 114 198 471

ASX ANNOUNCEMENT

16 June, 2014

Fourth Eagle Ford horizontal well underway in Texas

Austin Exploration ("Austin" or "the Company") (ASX:AKK) today announced that the drilling of the Red Bud #1H well is underway at the Company's Birch Eagle Ford Project in Burleson County, Texas.

The Red Bud #1H horizontal well is the fourth Eagle Ford horizontal to be drilled through Austin's farm-out with Halcón Resources Corporation. The Red Bud #1H is also Austin's first participation well, as Halcón's three well carried commitment has now been fulfilled. Two of these are currently in the completion phase and results will be communicated when available.

The Red Bud #1H will be drilled to an estimated depth of 18,500 feet including an estimated total vertical depth of 9,600 feet, and an estimated 8,000 foot horizontal leg into the Eagle Ford formation.

Austin has a 20.2119% working interest in the Red Bud #1H well as a small portion of the horizontal leg of this well lies outside of the Birch property.

The Company is pleased to report that planning for a fifth Eagle Ford well is underway and further details will be released once the well has been spud.

Austin's CEO and MD, Dr. Mark Hart said, "We are moving full steam ahead in Texas and believe significant production is upon us. We expect to have four further Eagle Ford wells coming on line in the next three months and drilling of several additional wells to commence by years end", Dr. Hart said.

Austin COO, Guy Goudy said the Company was making good progress on its due-diligence for the \$40 mil debt facility which was announced to the ASX on the 8th of May.

"We are working diligently towards closing on our debt package in the third quarter. This will enable the Company begin our large scale development program at the company's flagship Pathfinder project in Colorado where 2 – 4 horizontal Niobrara wells are planned to be drilled in the next 12 months and secure our ongoing participation in the Eagle Ford with Halcón in East Texas " Mr Goudy said.

The Company will release material results as they come on hand.

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ABOUT AUSTIN EXPLORATION:

Austin Exploration is an Oil and Gas Company with a portfolio of oil and gas assets in the United States. In 2010, Austin strategically shifted its core focus towards non-conventional shale exploration and production. The Company has now established a major presence in two of America’s most prolific oil and gas basins. Austin controls more than 11,000 acres in Colorado in the Niobrara Shale and has an interest in over 5,000 acres in Texas in the Eagle Ford Shale and the Austin Chalk. Austin has producing oil and gas wells in Colorado, Texas, Mississippi and Kentucky. Austin has built a world class Board and Management team with proven company builders to derive maximum value from its oil and gas properties. Austin is listed on the Australian Securities Exchange (ASX code: AKK) and on the OTC-QX International in the United States (AUN-XY).

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