



Permex Petroleum signs Letter of Intent to acquire Oil & Gas assets in Texas

April 08, 2015

Permex Petroleum Limited Partnership through its established GP, Permex Petroleum Operating Ltd. announced today that it has signed an exclusive Letter of Intent (LOI) to acquire 100% Working Interest in a 460.5 acre parcel of oil and gas property located in Callahan County, Texas.

According to the LOI, the general partner will acquire the property located in a well-established oil and gas producing area of Texas by late April. The property consists of 1 active well producing light sweet oil and natural gas from the highly prolific Ellenberger zone of the Permian Basin at depth of 4100 feet. The property also contains 2 additional PDNP wells that are currently shut-in but have the potential to be placed back on production, as well as an H5 Tested Salt Water Disposal well currently on vacuum.

The Callahan Oil Field in Callahan County, Texas was originally discovered by Magnolia Oil Company (now Exxon Mobil Oil) in 1961. The original Jackson No. 1 was an Ellenberger discovery (4450'), which was the beginning of the famous Callahan Oil Field. Although there are five major formations capable of oil and gas production on the field, management will focus on the Ellenberger formation to start.

With this acquisition Permex Petroleum has captured a meaningful position in one of the best plays in North America that we believe will provide the opportunity for significant production growth in the fund over the years to come.

“Our team has been extensively studying this area; this acreage represents one of many aggressive acquisitions our Permex Fund is scheduled to do in the upcoming months. The significant drop in oil prices has provided a unique window of opportunity for our company and fund to truly take advantage of only the most suitable and profitable assets for acquisitions”, said Mehran Ehsan, President of Energy Resources Corp.

ON BEHALF OF THE BOARD

“Mehran Ehsan”

President & Director

Permex Petroleum Operating Ltd.

Permex Petroleum Operating Ltd. (PPO) is an incorporated entity under the management of Energy Resources Corp. PPO's sole responsibility is to be the general partner for the “Permex Petroleum Limited Partnership” and associated properties under the LP fund.

Disclaimer: Except for historical information contained herein, the matters set forth above may be forward-looking statements that involve certain risks and uncertainties that could cause actual results to differ from those in the forward-looking statements. Words such as “anticipate,” “believe,” “estimate,” “expect,” “intend” and similar expressions, as they relate to Energy Resources Corp. and Permex Petroleum Operating Ltd., the potential reserves, production and ability to establish wells on the Prospect, identify forward-looking statements. Such forward-looking statements are based on the current beliefs of management, as well as assumptions made by and information currently available to management. Actual results could differ materially from those contemplated by the forward-looking statements as a result of certain factors such as the nature of business negotiations, the operational details of oil and gas properties, the competitive environment within the industry, the ability of Energy Resources Corp. and Permex Petroleum Operating Ltd. to expand its operations, the level of costs incurred in these expansion efforts, economic conditions in the industry and Energy Resources Corp / Permex Petroleum's financial strength. Energy Resources Corp and Permex Petroleum Operating Ltd. do not undertake any obligation to update such forward-looking statements. Investors are also directed to consider all other risks and uncertainties.