



Permex Petroleum has closed the acquisition of Pittcock Lease

July 20, 2015

Energy Resources Corp. through its established GP, Permex Petroleum Operating, announced today that it has closed the acquisition of the Pittcock lease in June, and has taken over operations as of July 2015.

Permex Petroleum LP has acquired all rights, title and interest of WACO PETRO, LLC, et al in the Pittcock Lease. The property contains 328.9 net acres in a well-established oil and gas production area. The acreage is located in Stonewall County, Texas, adding to a new, concentrated land position, proximal to prior acquisitions. Permex Petroleum Operating Ltd. will operate with a 100% Working Interest, 81.25% Net Revenue Interest. This field is adjacent to a highly prolific and producing field owned by Legacy Oil and Gas, producing out of the same zones through a waterflood EOR system in place. The land acquisitions department is actively monitoring prospects in the region and expect to do further aggressive acquisitions of producing candidates within the next few months.

This property contains 2 active wells producing light sweet oil from the Tannehill Sands formation in the Permian Basin at a depth of 2950 - 3700 feet, 5 shut in wells to be systematically reworked, one salt water disposal/injection well, as well as a Water Supply Well which will be utilized for Enhanced Oil Recovery techniques such as water flooding. The property also contains several additional PUD locations (Proven Undeveloped Reserves) lying within the field boundaries. Management has taken over operations and will initiate enhanced oil recovery (EOR) techniques on the wellbores in the months to come.

In addition to re-entry of wells and enhancement of production, management will also seek to place efficiency triggers on the current producing wells in order to increase net flowing revenue from the fields. This includes but is not limited to changing downhole pumps, re-perforating zones, replacing parted rods, swapping inefficient high stroke pump jacks with slower low stroke pumps and changing gun barrel separator for a highly efficient horizontal separator.

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.