

23rd June, 2015

SHAREHOLDER UPDATE ON ACTIVITIES

Highlights

- **Farmout of PPL326 continues to progress forward**
- **Annual General Meeting to be held August 2015; Notice of Meeting to be issued in due course**

Dear Shareholder,

Larus Energy Limited (“Larus” or the “Company”) is pleased to provide the following update on activities.

Farmout of PPL326

Following strong interest expressed in PPL326 during and after the SEAPEX conference, Larus continues to progress forward the farmout of PPL 326 consistent with the Moyes & Co. process as previously outlined. Potential farminees continue to conduct geological, geophysical, and commercial due diligence in line with respective company farm-in procedures and schedules.

While market conditions for farmout deals remains challenging, Larus is encouraged by both the quality and number of interested parties in PPL326. The Company expects to be in a position to provide a more detailed update on the farmout process to shareholders in Q3 2015.

Should a farmout of PPL326, on terms broadly consistent with those proposed be successful, it would be a transformational event and a value creating milestone for the Company. It would not only allow Larus to access funding from an industry partner in order to reduce the Company’s capital commitment moving forward, but also accelerate exploration activities on the acreage.

Annual General Meeting

With the Company achieving significant operational and corporate milestones in the first half of 2015, including completion of all six-year license work commitments via the safe and cost effective execution of the Paluma seismic survey, along with encouraging progress for the farmout of PPL326, the

Larus Energy is a frontier oil and gas exploration company committed to maximising results through the effective identification, acquisition, exploration and management of quality conventional oil and gas assets.

Subscribe to our email alerts for all the latest news from Larus Energy at www.larusenergy.com.au

Contacts

Ashley Mangano, Chief Executive Officer

T: +61 8 9288 1784

E: admin@larusenergy.com.au

Matthew Azar, Company Secretary

T: +61 8 9288 1784

E: matthew.azar@larusenergy.com.au



ACN 140 709 360

Larus Energy Limited

A: Level 28, 140 St Georges Terrace, Perth WA 6000 Australia

T: + 61 8 9288 1784 **E:** admin@larusenergy.com.au

W: www.larusenergy.com.au

Company looks forward to holding the upcoming Annual General Meeting in August. The Notice of Meeting will be issued in due course.

Yours faithfully,

A handwritten signature in black ink, appearing to be "Ashley Mangano", written over a horizontal line.

Ashley Mangano
Managing Director

Larus Energy is a frontier oil and gas exploration company committed to maximising results through the effective identification, acquisition, exploration and management of quality conventional oil and gas assets.

Subscribe to our email alerts for all the latest news from Larus Energy at www.larusenergy.com.au

Contacts

Ashley Mangano, Chief Executive Officer

T: +61 8 9288 1784

E: admin@larusenergy.com.au

Matthew Azar, Company Secretary

T: +61 8 9288 1784

E: matthew.azar@larusenergy.com.au