

2nd December, 2015

SHAREHOLDER UPDATE ON ACTIVITIES

Dear Shareholder,

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

The farmout of PPL326, advised by Moyes & Co., is ongoing and positive discussions with potential farminees continue despite the current challenging market conditions.

The capital raise remains open to both existing shareholders and new eligible investors. Funds raised will be used for working capital, as Larus continues to focus on operational and corporate cost efficiencies while progressing exploration activities in Papua New Guinea.

The Company will further advise shareholders of significant events in relation to the Company and farmout of PPL326 in due course.

Yours faithfully,

A handwritten signature in black ink, appearing to be "Ashley Mangano".

Ashley Mangano
Managing Director

SUBSCRIBE TO THE OFFER

For subscription to the offer or other investor queries, please contact:

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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.

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