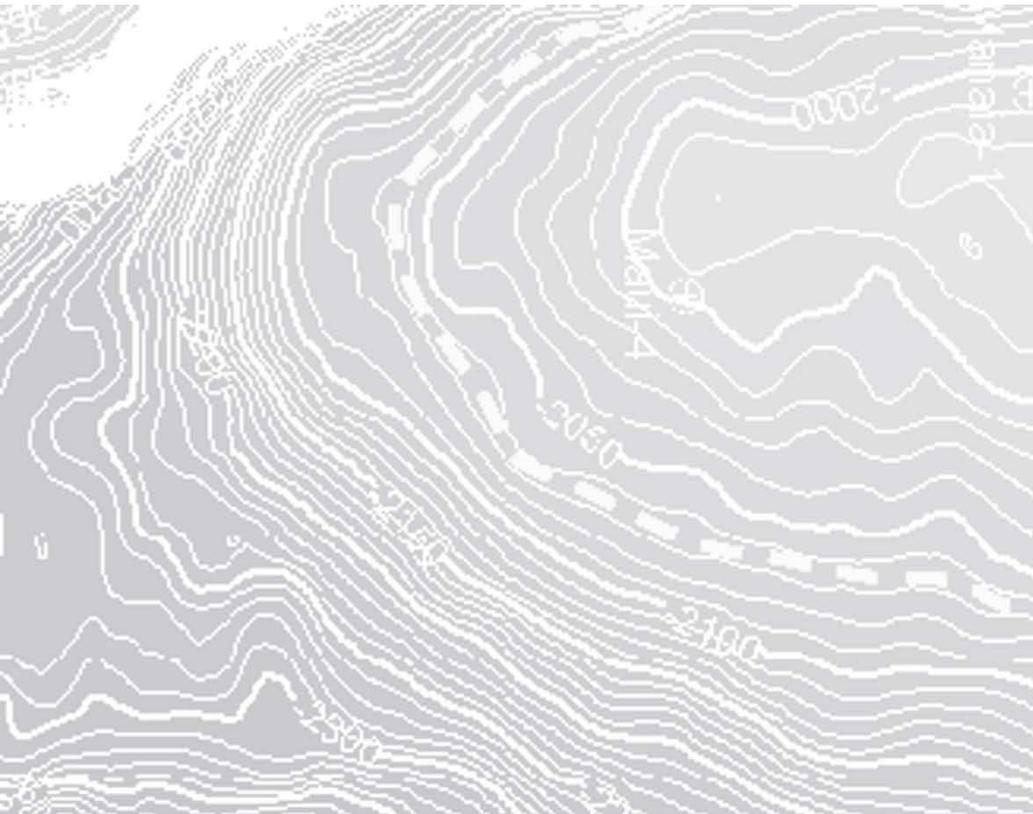




CUE ENERGY RESOURCES LIMITED

Corporate Presentation



Bormindo rig 3 contracted for Naga Selatan-2

13th October 2016

DISCLAIMER & IMPORTANT NOTICE

Various statements in this document constitute statements relating to intentions, future acts and events. Such statements are generally classified as forward looking statements and involve known risks, expectations, uncertainties and other important factors that could cause those future acts, events and circumstances to differ from the way or manner in which they are expressly or impliedly portrayed herein.

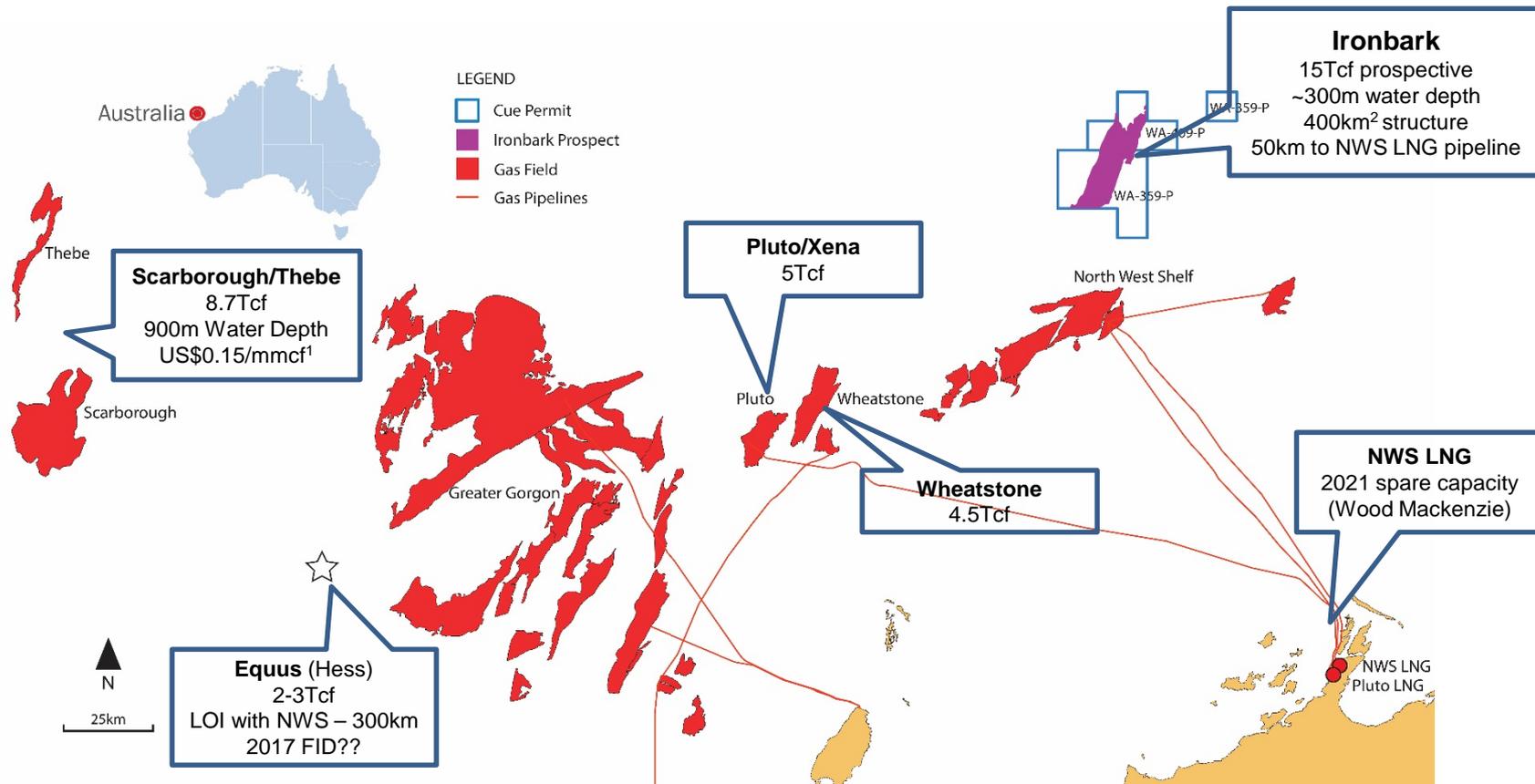
Some of the more important of these risks, expectations and uncertainties are pricing and production levels from the properties in which the Company has interests, and the extent of the recoverable reserves at those properties. In addition, the Company has a number of exploration permits. Exploration for oil and gas is expensive, speculative and subject to a wide range of risks. Individual investors should consider these matters in light of their personal circumstances (including financial and taxation affairs) and seek professional advice from their accountant, lawyer or other professional adviser as to the suitability for them of an investment in the Company.

Prospective Resource Estimates Cautionary Statement

The estimated quantities of petroleum that may potentially be recoverable by the application of a future development project(s) relate to undiscovered accumulations. These estimates have both an associated risk of discovery and a risk of development. Exploration, appraisal and evaluation is required to determine the existence of a significant quantity of potentially moveable hydrocarbons

- **Oil and gas production generating positive cashflows**
 - 500bpd (Cue share) oil from offshore NZ
 - 10mmcf/d (1,500 boepd Cue share) gas from offshore Indonesia
 - A\$45M revenue in FY2016
- **Near-term organic growth opportunities**
 - Multi-year field life extension in Indonesia
- **15Tcf Ironbark North West Shelf Prospect**
 - BP farm-in in October 2016 with minimal cost exposure for Cue
- **Solid balance sheet**
 - A\$20M cash and no debt
- **Strong Shareholder Support**
 - Two major shareholders NZOG 48% and PetroChina 16%

- Cue estimates Ironbark has 15Tcf prospective recoverable gas resource
- Drilling required by first half 2018
- Significant size and preferential location for LNG backfill



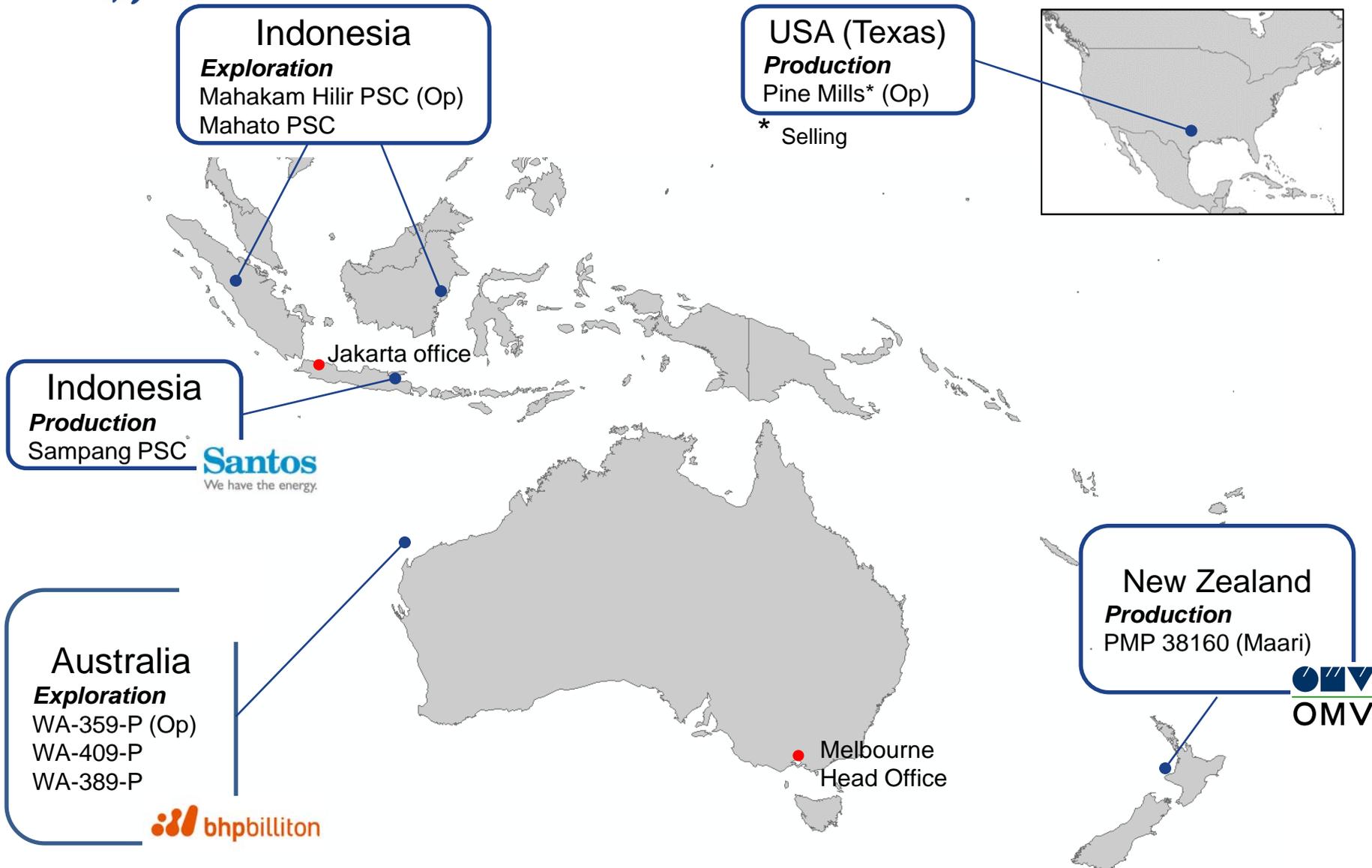
¹In Sept 2016, Woodside acquired 25% of Scarborough and 50% of other permits (2.7Tcf 2C) for US\$400m, equivalent to US\$0.15/mmcf

WA-409-P

- BP acquires 80% equity and will be Operator
- Cue's 20% equity interests will be funded by BP for the next 3 years

WA-359-P

- BP has an option to acquire 42.5% equity
- Funding for 50% of the cost of drilling a well is secured if the option is exercised
- BP will assist Cue to attract an Operating Partner



- **Sustainable business operating within its means**
 - A\$45M revenue and A\$15M gross profit from production in FY16.
 - 40% reduction in overheads and administration costs from A\$7.2M to A\$4.4M p.a.
- **Disciplined growth**
 - Sampang operations extended to beyond 2020 with reduction in production costs by ~ 50% p.a., increase in 2P reserves by 37%, and an increase in operating margins by 34%.
 - Geology and geophysics activities in Mahakam Hilir PSC after 1Q16 drilling.
 - Exited NZ exploration permits.
 - US production permit being sold.
- **Opportunities that offer step-change returns to shareholders**
 - BP farm-in to Ironbark prospect with minimal cost exposure for Cue.

- **Sustainable business operating within its means**
 - In low oil price environment two thirds of Cue's revenues emanate from the high, fixed price USD gas sales in Indonesia.
 - Long life oil production continues in New Zealand.
 - Further reduction in overheads and administration costs e.g. annual Board fees drop from \$480k to \$160k.
- **Disciplined growth**
 - Implementation of Sampang field life extension to beyond 2020.
 - Assess Sampang exploration potential with possible drilling in 1H 2018, potentially extending field life well into the 2020's decade.
 - Sale of the US production permit.
 - Farm out Mahakam Hilir PSC to fund drilling.
 - Negotiate a Joint Operating Agreement in Mahato then progress exploration activities.
- **Opportunities that offer step-change returns to shareholders**
 - Attract Operating partner in WA-359-P to drill Ironbark before 1H 2018.

Company Snapshot

Market Capitalisation*	A\$53M
Ordinary Shares	698M
Ytd Trading Range*	4.5c-8.2c
Cash (end June)	A\$20.5M
Debt	Nil

* Close 12th October, 2016 @ 7.6c per share

Share Price Performance Ytd (A\$)



Top Shareholders

NZOG	48.4%
BNP Paribas Noms Pty Ltd (PetroChina)	16.2%
Remaining top 20 holders	11.2%

Board

Grant Worner	Executive Chairman
Koh Ban Heng	Non Executive Director
Duncan Saville	Non Executive Director
Brian Smith	Non Executive Director



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