

ASX & Media Release
Ashmore Cartier Region update

Key Points:

- Completed assessment of prospects and leads in AC/P50 and AC/P51
- Mean Prospective Resources of 56 MMstb oil assessed in Ramble On prospect (AC/P51)
- Multiple leads identified provide significant follow up in event of success
- MEO has commenced a partial sale process ahead of 2014/15 drilling

MELBOURNE, AUSTRALIA (19th August, 2013)

MEO Australia Limited (ASX: **MEO**; OTC: **MEOAY**) provides the following update in relation to the AC/P50 and AC/P51 exploration permits where it holds 100% participating interest (through its wholly owned subsidiary Vulcan Exploration Pty Ltd).

MEO has completed its initial assessment of prospects and leads in the permits and has identified the Ramble On prospect, incorporating proven reservoir, seal and source intervals as a new structural play for the basin.

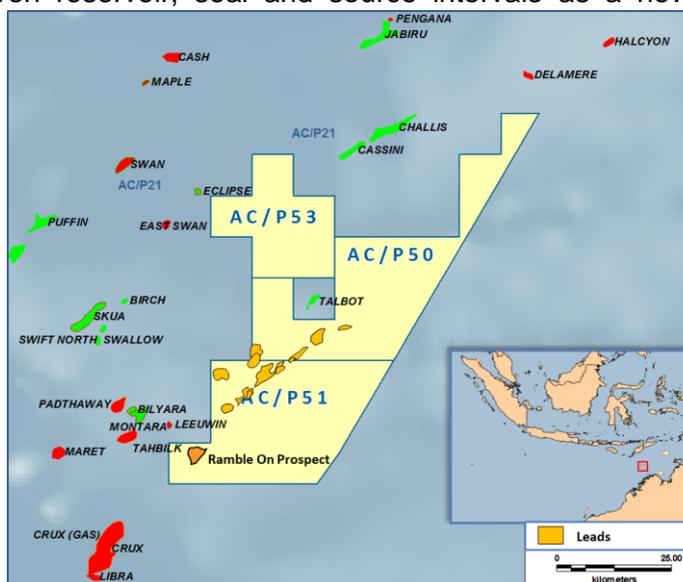
Ramble On is the southern most prospect within a trend of prospects and leads that have been identified using the 2012 Zeppelin 3D seismic survey and the older Onnia 3D survey which has been reprocessed using the same processing stream used in the Zeppelin survey.

MEO estimates Ramble On could contain unrisks Prospective Resources of 56 MMstb oil (mean, recoverable).

Ramble On Prospective Resources*

	P90	P50	Mean	P10
Oil Case (MMstb)	8	39	56	130

* Un-Risks Prospective Resources - Recoverable 100%



The attached flyer is being marketed to industry participants as part of a farm-out process.

MEO's CEO and MD Jürgen Hendrich commented on the announcement:

"The prospectivity identified by the MEO exploration team contains a new play type accessing Jurassic aged source rocks, close to an existing discovery (Montara). In the event of drilling success, significant follow-up potential has been identified within a string of leads against the basin margin fault."



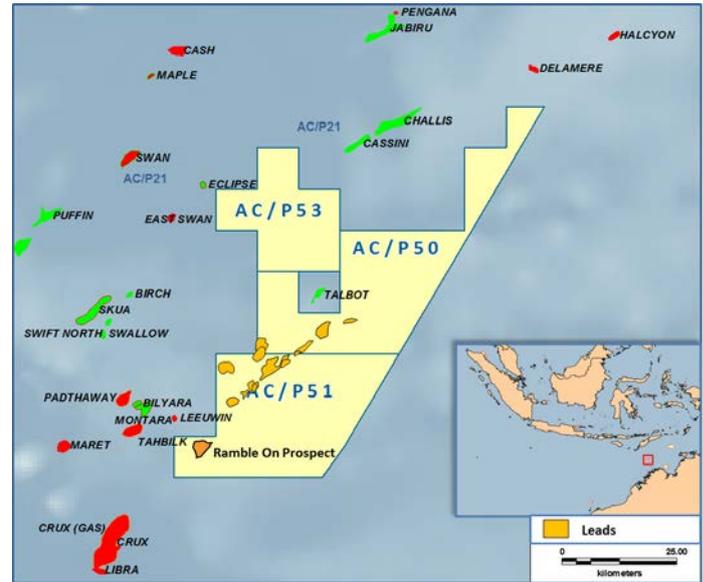
Jürgen Hendrich
Managing Director & Chief Executive Officer

Summary

AC/P51 is located on the western margin of the Vulcan sub-basin adjacent to a number of oil and gas discoveries. The permit has an area of 964km² and is held 100% by MEO Australia.

AC/P51 is in good standing and currently in Permit Year 5.

MEO has recently identified the Ramble On prospect, incorporating proven reservoir, seal and source intervals in a new structural play for the basin. Ramble On is part of a trend of prospects that have been identified using the new Zeppelin 3D seismic survey and the reprocessed Onnia 3D survey.



Well planned for 2014/15.

50% equity available

MEO is offering interested parties the opportunity to acquire up to 50% in AC/P51 in return for a promoted carry on 2014 drilling plus a contribution towards back costs. Equity is also available in the adjacent AC/P50 and AC/P53 permits.

AC/P51 Work Obligations

Permit Year	Permit Year Start	Work Programme	Indicative Expenditure (A\$)
5	21/4/2013	174km ² Multi Az reprocessing	\$100,000
6	21/4/2014	Drilling of one exploratory well	\$30,000,000

New prospective trend identified on improved seismic data quality

Prospectivity

AC/P51 is located on the Western margin of the Vulcan sub-basin, where the Late Jurassic, oil prone source rock presence is demonstrated and related oil discoveries have been made nearby at the Montara and Talbot oil fields.

The area has historically suffered from poor seismic data quality. The recent 3D seismic data acquisition and reprocessing undertaken by MEO has led to a sufficient improvement in seismic data quality such that the true structural form of the key Plover and Montara reservoir units can now be defined.

A series of 3-way low side fault traps have been identified, which are juxtaposed against the shale prone Lower Triassic Mt Goodwin section. At the deepest end of the trend the structures incorporate the Middle-Late Jurassic section, while updip to the north east the Mid-Upper Triassic section is incorporated in a trapping configuration.

The highest graded prospect is Ramble On, located at the south west end of the trend. Ramble On is ideally located for hydrocarbon charge immediately adjacent to Late Jurassic source-prone intervals. The prospect is a very robust structure with ~500m of vertical relief and the crest of the feature is approximately 2800mSS at the Montara/Plover Fm objective.

Proven petroleum system and reservoir – seal units

Ramble On Prospect (Un-Risked Prospective Resources - Recoverable 100%)

2013 MEO Assessment	P90	P50	Mean	P10
Oil Case (MMstb)	8	39	56	130

Ramble On recoverable resource up to 130mmstb

Follow up potential to Ramble On has been identified in a series of six additional prospects and leads to the north-east in both AC/P51 and AC/P50, and in other playtypes identified in the permits.

Low side fault bend fold trap with Plover and Montara formation reservoirs

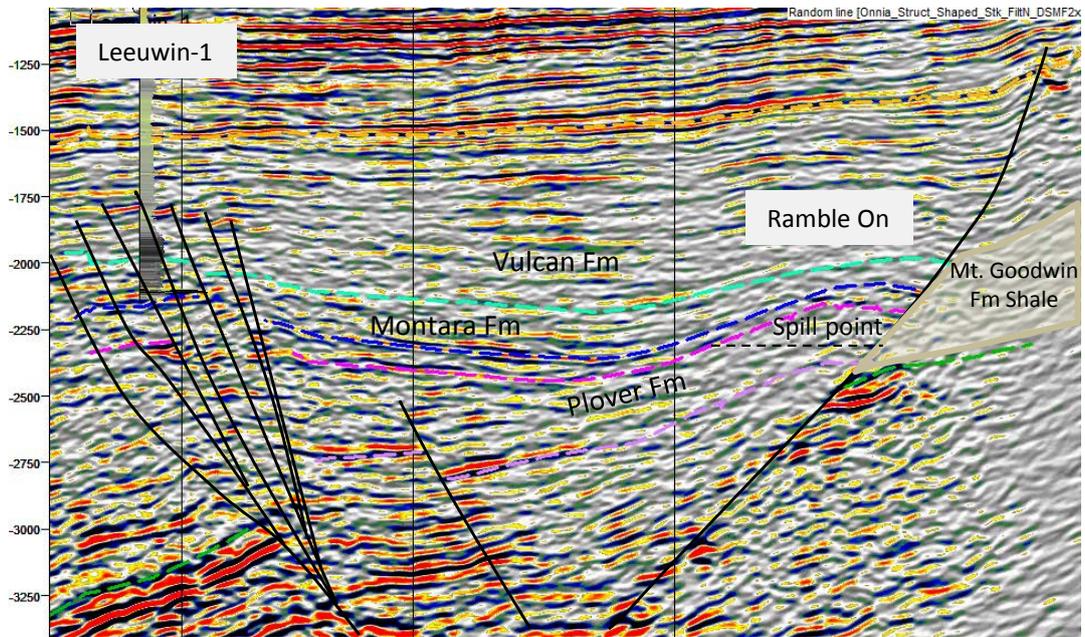


Figure 1. Seismic profile from Leeuwin-1 to Ramble On

Follow up potential with a further six leads and prospects identified

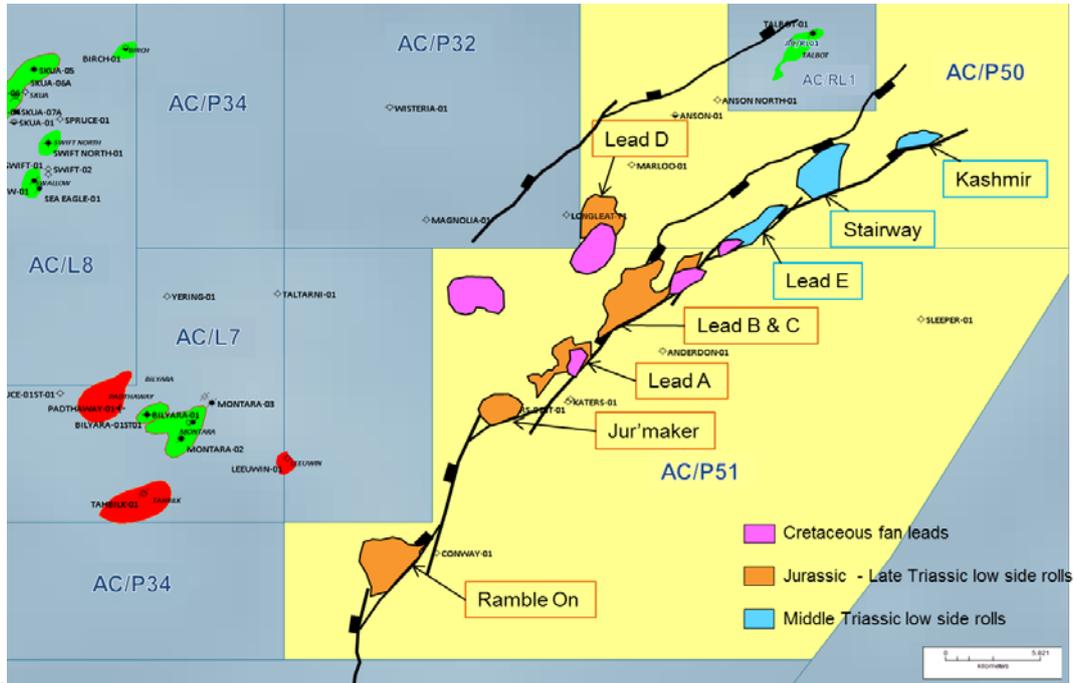


Figure 2. AC/P50 and AC/P51 Prospects and Leads Map

Farmout Process

Offers sought by 30th November 2013

Interested parties will be required to execute a Confidentiality Agreement prior to MEO providing a technical overview presentation. A physical data room will be available from 21st August, 2013 at MEO's Melbourne office. Offers capable of acceptance (subject to final documentation) are sought by 30th November, 2013.

Contact Information

For more information regarding this assessment please contact:

Robert Gard, Commercial Manager, MEO Australia Limited
 Email: robert.gard@meoaustralia.com.au
 Phone: +61 3 8625 6000