

ASX Announcement – 22 June, 2018**Converting Loan Agreement**

Hawkley Oil & Gas Limited (“Hawkley” or “the Company”) is pleased to announce that it has entered into an unsecured short term loan facility with EMCO Capital Pty Ltd (“EMCO”), an entity associated with the Company’s chairman, Mr. David Lloyd.

The agreement will provide additional working capital of up to A\$300,000 to support the Company whilst it pursues a project acquisition, recapitalisation and recompliance with Chapters 1 and 2 of the ASX Listing Rules.

The principle terms of the agreement are:

- An initial drawdown of A\$200,000 on 27 June 2018;
- two further drawdowns available of A\$50,000 each, if required;
- Interest of 3% per annum calculated daily and applied upon settlement or conversion;
- Subject to shareholder approval, Hawkley may elect to convert the initial drawdown amount of A\$200,000 into fully paid ordinary shares in Hawkley at a conversion price of 0.2 cents per share (subject to adjustment in the event of a reorganisation of capital);
- The loan is to be converted and/or repaid on or before 31 December 2018;
- The Company will seek Shareholder approval for conversion rights at the next general meeting of Hawkley shareholders.

The Directors of Hawkley remain focused on completing a new Oil & Gas acquisition that will support a recapitalisation and full recompliance with Chapters 1 and 2 of the ASX Listing Rules. The Company has identified certain assets that it believes would satisfy those criteria and is pursuing talks and negotiations with the relevant parties. The Company looks forward to providing further updates to the market in due course, although shareholders should be aware that there is no certainty that such discussions and negotiations will result in a transaction being concluded.

For more information, please contact:

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Directors**David Lloyd**

Non-Executive Chairman

Bill Foster

Non-Executive Director

Edmund Babington

Non-Executive Director

Share Information

ASX Code:	HOG
Shares on Issue:	456.2M
Options on Issue:	38.4M
Share Price*:	0.3¢
Market Cap*:	\$1.4M

*As at 11 May 2017 when shares were suspended from trading on ASX