



13 June 2018

Companies Announcements Office
ASX Limited
10th Floor, 20 Bridge Street
SYDNEY NSW 2000

Dear Sir/ Madam

EP386 REGULATORY APPROVAL

MEC Resources Ltd (ASX: MMR) (the “**Company**” or “**MEC**”) is pleased to advise of the regulatory approval of an operational document for ongoing operations in EP386, onshore Bonaparte Basin, Western Australia.

The Company holds an interest in EP386, through its investee Advent Energy Ltd. Advent Energy Ltd’s wholly owned subsidiary Onshore Energy Pty Ltd holds 100% of EP386 and RL1 in the onshore Bonaparte Basin, straddling the Western Australia-Northern Territory Border.

Onshore Energy has received approval for its Safety Management System (SMS) from the Western Australian Department of Mines, Industry Regulation and Safety (DMIRS) for ongoing well integrity assessment of Waggon Creek-1 and Vienta-1 in EP386.

A preliminary step in future operations, the approved SMS is necessary to enable future activities to occur in EP386. Subject to regulatory approvals and funding requirements these may include further well intervention and the necessary decommissioning of these wells. This approval demonstrates Onshore Energy’s ability to achieve necessary regulatory approvals from DMIRS. Onshore Energy continues to liaise with DMIRS to enable a positive future for EP386 and the potential exploitation of its natural gas resources.

Yours Sincerely

A handwritten signature in black ink, appearing to read "Goh Hock", with a horizontal line extending to the right.

Goh Hock
Chairman