



24 December, 2017

CORRECTION OF STATEMENTS MADE BY BPH ENERGY LTD AND GRANDBRIDGE LTD

It has been brought to the attention of MEC Resources that David Breeze has communicated in writing to shareholders and the general public through both email and an internet forum (**Communications**). The timing of the Communications (23 December 2017 and after close of business for Christmas) is noteworthy.

The Communications contain statements that are untrue. In particular and without intending to be an exhaustive response:

1. MEC Resources and Advent Energy Ltd did receive a proposal from BPH Energy Ltd. The proposal was the subject of due diligence which remains subject to obligations of confidence to all parties involved. The Company has formed the only view available: that the proposal was not in the interests of shareholders for reasons including, level of dilution, concerns regarding fulfilment of obligations by BPH/other parties involved and many other issues.
2. The farm-in terms entered into between Advent Energy and RL Energy, and reported to the ASX on 5 December 2017, have been far more favourable to Advent Energy and its shareholders than any alternate terms provided in any form;
3. Ample opportunity has been provided to all shareholders to participate in investment opportunities and contribute to the success of MEC Resources and Advent Energy, which has been warmly supported by the MEC Resources and Advent Energy shareholder community.

The Communications constitute an egregious breach of confidences imparted to Mr Breeze which have been recorded in written agreement. For this reason, MEC Resources is taking legal advice on steps it can take to protect the company's interests and will no longer be engaging with Mr Breeze in relation to any aspect of its business. MEC Resources is subject to the same obligations of confidence and for that reason will not be providing further details of the steps it took to protect shareholders' interests with respect to the proposal brought to it.

The Directors of MEC Resources have and will continue to act in good faith and in the best interests of shareholders. As always, we welcome and encourage direct communication with the Company on +61 8 9245 6187 or info@mecresources.com.au