

**Larus Energy Limited is seeking investors to earn up to 22% equity interest (post money) via a combined \$3 million investment (60 million shares) prior to a near term farm-out and potential listing**

**Investment Opportunity**

- Earn an equity stake in a high-impact frontier oil and gas licence, immediately prior to farmout and drilling value creation milestones
- Exposure to **23 trillion cubic feet of gas** and **529 million barrels of oil** (best estimate, unrisks) of third party certified prospective resources
- Immediate value add opportunity upon farmout of PPL326, currently in progress with global oil and gas acquisition and divesture experts Moyes & Co.
- Potential liquidity point after farm-out deal closed
- Significant upside upon discovery in PPL326
- 400km seismic acquisition only remaining work commitment on license

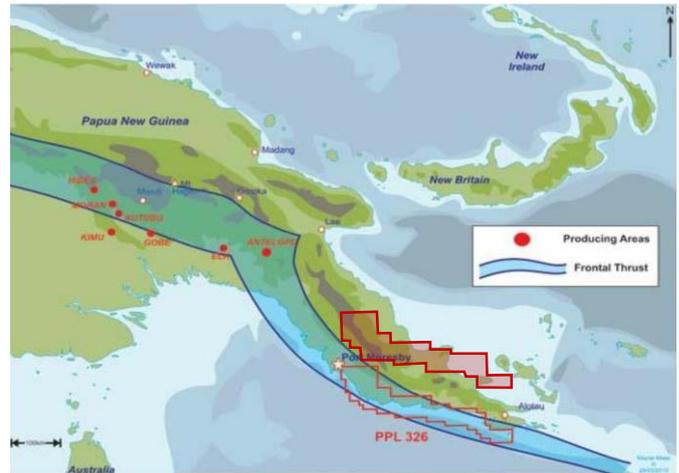


Figure: PPL326 relative location and regional frontal thrust

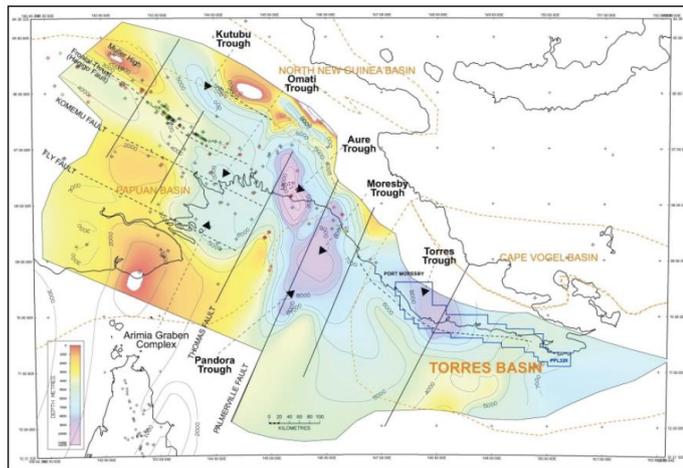


Figure: Revised PNG Basement Map

**Capital Raise Rationale**

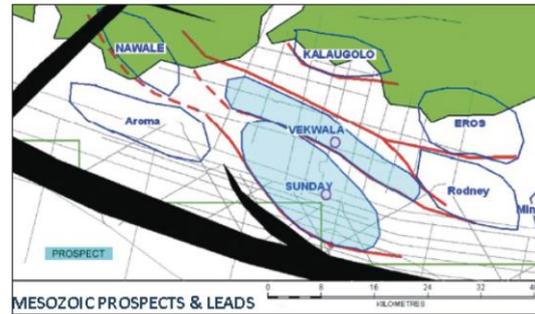
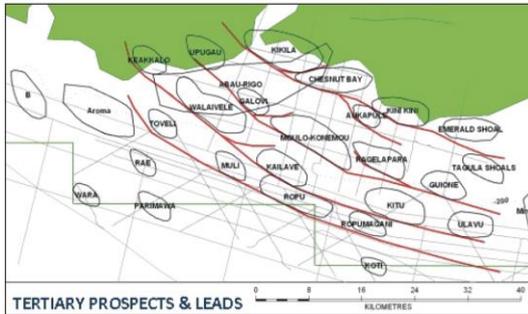
- AU\$3 million to fund exploration (400km deep water seismic, required work commitment by August 2015) on PPL326 and 12 months working capital
- Ensures compliance for PPL326 licence, concluding all work commitments on license
- Ensures 5 year extension of PPL326 license, free of work commitments
- Relieves immediate need to farm-out, improving negotiating position for farm-out with current market conditions

**PPL326 Summary**

- PPL 326 signed on 27 August 2009 for an initial exploration period of six years comprised of three 2-year phases
- Larus holds a 100% WI through its wholly owned subsidiary Larus Energy (PNG) Limited in the licence which covers 16,500sq km (50% onshore, 50% offshore)
- Completed work includes the 2011 Baramata Deep Water 2D seismic survey (1,000km), and 2012 Abau Offshore 2D seismic survey (300km)
- Purchased 1,300km 2D seismic (2006, Fugro)
- The final 2-year phase (27 August 2013 – 26 August 2015) requires 400km of additional seismic data and planning for an offshore well
- Subsequently move into 5 year retention period, free of work commitments
- PPL 326 is in close proximity to InterOil’s existing Napa Napa refinery and the PNG LNG facility, both of which are near Port Moresby

## Prospects and Leads

- The area is largely unexplored and includes exploration opportunities in two different petroleum systems with Mesozoic and Tertiary targets
- 61 / 23 / 8 TCF and 1,800 / 529 / 139 MMBO of unrisks high / best / low certified prospective resources
- Nine potential play types are recognized
- Ten promising Mesozoic and 35 Tertiary leads/prospects have been mapped with clastic and carbonate targets
- Initial exploration effort will focus on two high-graded offshore prospects:
  - Sunday with unrisks resource of 13 TCFG and 394 MMBO
  - Vekwala with unrisks resource of 10 TCFG and 291 MMBO



## Energy Companies Investing in PNG

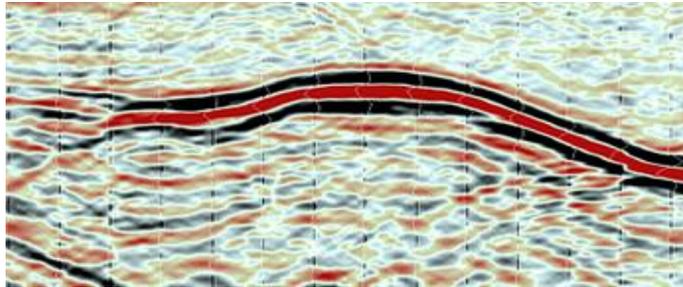


Figure: Direct Hydrocarbon Indicator (DHI) on LA12-02 of the Abau OBC TZ Seismic Survey

## Use of Funds

Summary	Cost
G&A (12 months)	\$ 920,000
Seismic Acquisition Program	\$ 1,450,000
Farmout Process	\$ 250,000
Contingency	\$ 380,000
<b>Total</b>	<b>\$ 3,000,000</b>

### Seismic Acquisition Program

- 800km offshore 2D deep-water seismic program (400km more than commitment)
- Scheduled: 20<sup>th</sup> April 2015
- Comprised of two 400km regional strike lines from western to eastern border
- ✓ Complete final work commitment license
- ✓ Data gathering to clearly define 'sweet spot' prior to 50% acreage relinquishment in August 2015
- ✓ Further de-risk Sunday prospect

## Corporate Summary

### Shares

Ordinary (fully paid)	206,495,956
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### Structure

Number of Shareholders	538
Top 20 Shareholders	37%
Capital Raised to Date	\$13,850,616
Debt on Issue	\$1,096,947

- 1.5m options issued @26c, various expiries
- Larus is a public unlisted company, incorporated in New South Wales, Australia in November 2009 and has positioned itself to participate in the forecast growth of PNG's oil and gas sector
- Head office in Perth, Australia

### Board of Directors

**Richard Gazal, Non-Exec. Chairman** - Executive Director of Gazal Corporation Limited, one of the largest publicly listed branded apparel companies in Australia

**Ric Malcom, Non-Exec. Director** - Professional geoscientist with 34 years of varied oil and gas experience within seven international markets. Currently a Non-executive Director of Pura Vida Energy NL

**Ashley Mangano, Managing Director** - MBA (Oxford), B.Eng, B.Comm (Hons). Previously Vice President (Trinidad), of publicly dual listed oil and gas exploration and production company Range Resources Limited