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28 September 2011

ASX Release

**AGREEMENT TO ACQUIRE INTEREST IN OFFSHORE WEST AFRICAN OIL FIELD**

**HIGHLIGHTS:**

- Jacka Resources enters into an agreement to acquire a direct interest in an oil and gas development project located in the West African Transform Margin
- The Aje field has been deemed commercial by the Joint Venture
- Jacka estimates resources of circa 10 million barrels of oil equivalent net to the Company
- Substantial upside from further exploration / tieback potential within the project area
- Quality partners with proven regional experience and close proximity to commercialisation infrastructure

Jacka Resources Ltd (ASX: JKA) ("Jacka" or "the Company") is pleased to announce that it has entered into a Heads of Agreement with Providence Resources Plc ("Providence") whereby Jacka has agreed to acquire a direct equity interest in the Aje Oil and Gas field located in the petroleum licence OML 113 in the West African Transform Margin in Nigeria (see figure 1).

Four wells have been drilled on the Aje field, all of which encountered hydrocarbons, with logging and testing demonstrating significant net hydrocarbon-bearing sections in three of the wells. Following the successful drilling and flow testing of Aje-4, the partners deemed the Aje field commercial. Jacka's technical review estimates that the acquisition will deliver net P50 contingent resources of circa 10 million barrels of oil equivalent to the Company. Upon closing of the transaction which is scheduled for 15 November 2011, Jacka will have a net 5% revenue earning interest in the Aje oil & gas field (paying 6.675% of the costs relating to the Aje development).

In consideration for the acquisition Jacka will pay the following:

- A deposit of US\$1 million (which has been paid) to secure exclusivity over the transaction
- Tranche 1 payment of US\$9 million payable on 15 November 2011
- Tranche 2 payment of US\$6 million payable on 30 April 2012.

Jacka and Providence have negotiated a formal Sale & Purchase agreement which is expected to be executed before the end of October. The transaction is conditional upon waiver of Joint Venture pre-emptive rights and the receipt of all necessary corporate, shareholder and regulatory approvals. Upon satisfaction of these conditions the acquisition is due to complete on 15 November 2011.

As part of the transaction Jacka will also acquire a 2.667% interest in the OML 113 licence located in the prolific West African Transform Margin (WATM). Upon closing of the transaction Jacka will join the Joint venture consisting of YFP (Operator), Chevron (Technical Advisor), Vitol and Panoro Energy.

The region has become an industry hot spot in recent years, following the discovery of the billion-barrel-plus Jubilee field and other oil fields in Ghana and neighbouring countries. The WATM is now attracting some of the biggest players in the oil industry, including ExxonMobil, BP, Anadarko, CNOOC, Vitol, Tullow Oil, Chevron, ENI, Repsol, and many others.

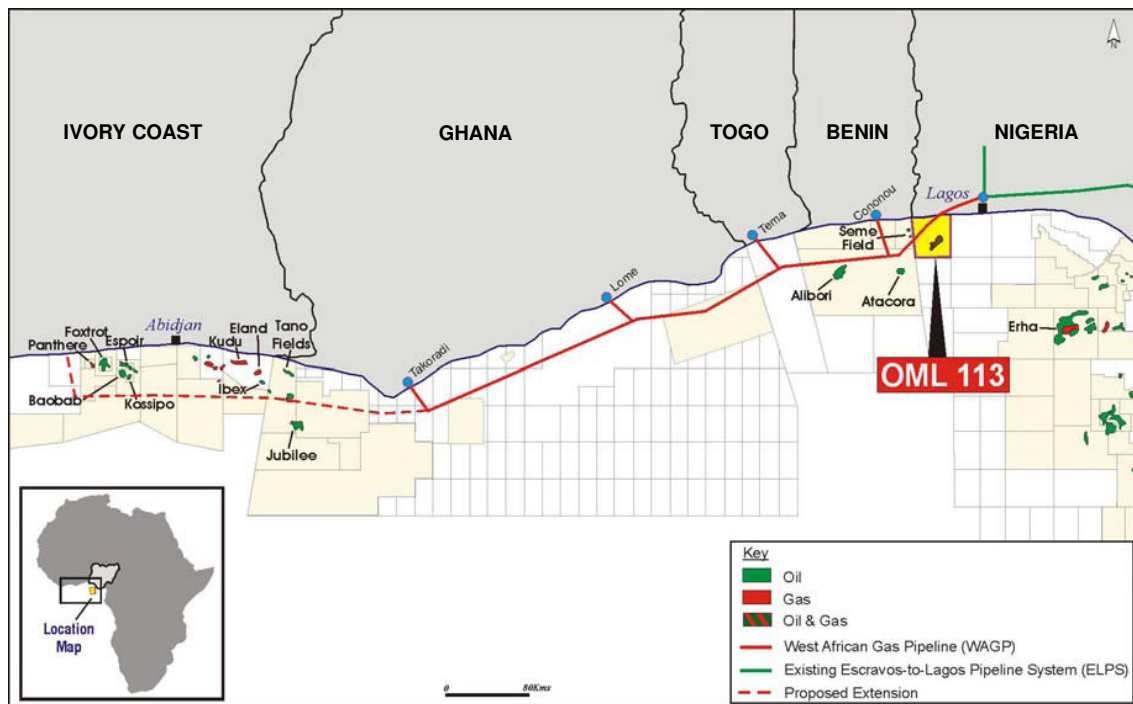


Figure 1: OML 113 Asset, Nigeria, West Africa

The OML 113 licence contains a number of leads and prospects which are mapped on trend with proven accumulations, providing further exploration upside and possible tie-back opportunities. Geophysical data coverage over OML 113 includes 915 kilometres of 2D seismic, 700 square kilometres of 3D seismic (including full 3D seismic cover the Aje field), and an electromagnetic survey.

Jacka continues to build on its African asset portfolio in its core strategic focus areas, i.e. North, West and East Africa (see figure 2). The Company sees the execution of the HOA to acquire this WATM asset as key to growing the portfolio of high impact assets which includes the Bargou asset in Tunisia and the Ruhuhu asset in Tanzania (contract under negotiation with TPDC). Jacka has now delivered in all of its key geographical focus areas and is focussed on further growing the portfolio with a number of additional assets currently under review.

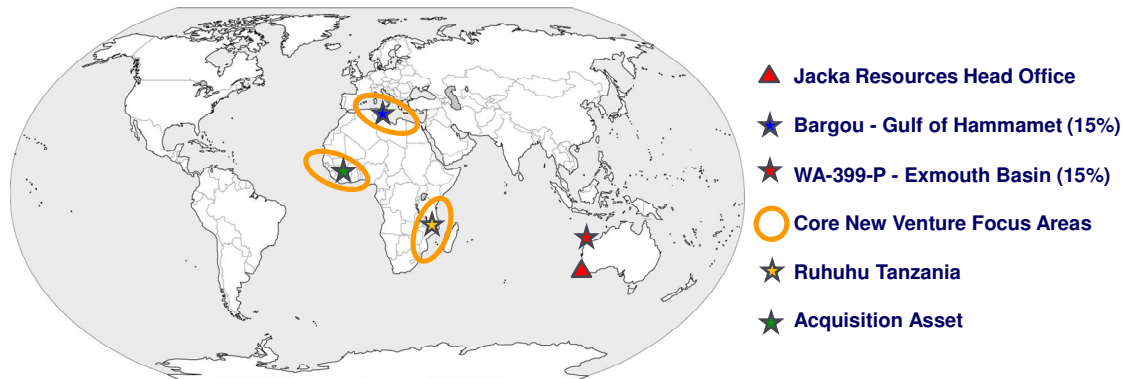


Figure 2: Jacka Asset Portfolio

## Jacka Summary

Jacka Resources (ASX:JKA) is listed on the Australian Securities Exchange and its head office is located in Perth, Australia. Having listed on the ASX in July 2010 the company portfolio is currently as follows:

- A 15% equity in WA-399-P in the Exmouth basin offshore Western Australia. Apache is the Operator of the licence and the 3D seismic has recently been acquired over the block
- A 15% equity in Bargou block in the Gulf of Hammamet, offshore Tunisia. Cooper Energy is the operator of the block.
- The company is also in the process of negotiating a PSA with the Tanzanian authorities for oil exploration rights over the Ruhuhu Basin in Tanzania

The company currently (prior to acquisition) has between 16.6 and 32 million barrels of P50 Contingent Resources and over 100 million barrels of P50 Prospective Resources prior to this acquisition (see figure 3).

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**Persons compiling information about Hydrocarbons**

*Pursuant to the requirements of the ASX Listing Rules 5.11, 5.11.1, 5.12 and 5.13, the technical information provided in this announcement has been compiled by Justyn Wood of Wood Petroleum Exploration Pty Ltd, an independent Technical consultant to Jacka Resources Limited. Mr Wood is a qualified geophysicist with over 18 years technical, commercial and management experience in exploration for, appraisal and development of oil and gas resources. Mr Wood has reviewed the results, procedures and data contained in this announcement. Mr Wood consents to the inclusion in this announcement of the matters based on the information in the form and context in which it appears.*

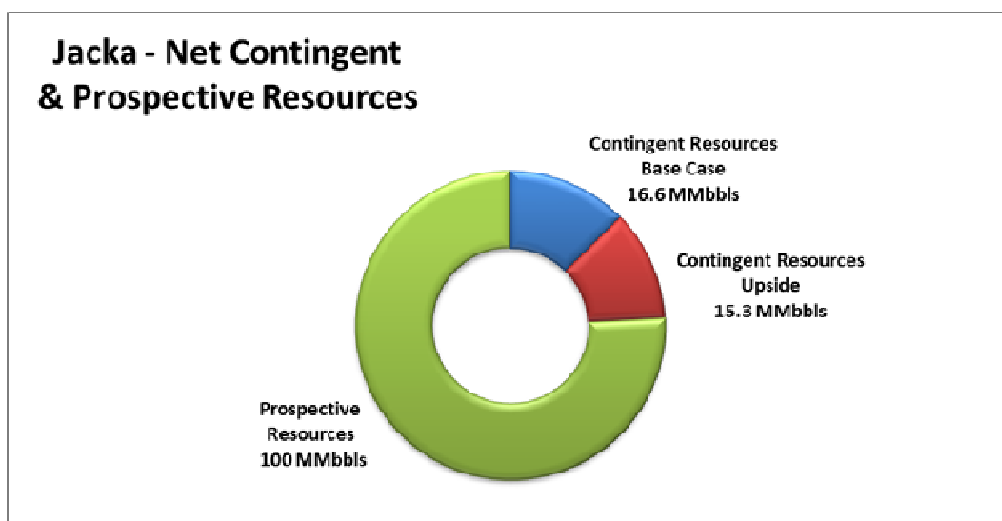


Figure 3: Jacka Net Resources