

24 February 2016

Each holder of the Notes (as defined below) (**Noteholder**)

cc DB Trustee (Hong Kong) Limited (**Trustee**)

Deutsche Bank AG, Hong Kong Branch (**Paying Agent and Conversion Agent**)

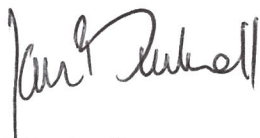
Dear Noteholder

**US\$125,000,000 6.0% GUARANTEED SENIOR UNSECURED CONVERTIBLE NOTES DUE 2018
(THE NOTES) ISSUED BY DRILLSEARCH (FINANCE) PTY LIMITED (THE ISSUER) (ISIN CODE:
XS0919151380)**

**REDEMPTION NOTICE - CHANGE OF CONTROL OF DRILLSEARCH ENERGY LIMITED
(DRILLSEARCH)**

1. We refer to the Scheme Notice dated 21 December 2015 and the Relevant Event Notice dated 27 January 2016.
2. Capitalised terms used but not defined in this Redemption Notice have the same meaning given to them in the Scheme Notice and Relevant Event Notice, unless the context requires otherwise.
3. We confirm that the Scheme (which gave rise to a Change of Control of Drillsearch after it was approved by Drillsearch shareholders at the Scheme Meeting) was approved by the Federal Court of Australia on 18 February 2016.
4. We hereby give you notice that the Issuer shall on 2 March 2016, being 5 Business Days after the date of this Redemption Notice, redeem all of the Notes pursuant to Condition 7(c) of the Terms and Conditions of the Notes.

Yours sincerely



Ian Bucknell
Director
Drillsearch (Finance) Pty Limited



Clifford Tuck
Company Secretary
Drillsearch (Finance) Pty Limited

Drillsearch