

ASX/Media Release

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AusTex Oil Limited

A.C.N. 118 585 649

ASX: AOK

OTCQX: ATXDY

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About AusTex

AusTex Oil Ltd (ASX: AOK) is an Exploration and Production company that is focused on the development of oil and gas leases in the USA. The company produces oil and gas in Oklahoma and Kansas. AOK holds interests in ~26,000 net acres of oil and gas leases, including acreage in the exciting Mississippi Lime play in Northern Oklahoma and Kansas.

AusTex delivers 75% increase in production for June

United States focused oil & gas producer AusTex Oil Limited (**ASX:AOK – OTCQX:ATXDY**) is pleased to report oil and gas production rates for the month of June 2012.

Production for the month of June **increased to 299 BOE, a 75% increase on the prior month**. The increase was due largely to the contribution from the Balder #1 horizontal well, in which AusTex participated with Range Resources Inc. (NYSE: RRC). Improved production from the Company's producing vertical wells also contributed.

Month	Total Production BOE	Average Daily Production
January	6,698	216
February	4,320	149
March	5,385	175
April	4,985	166
May	5,300	170
June	8,980	299

AusTex is confident that production will stabilise at current levels for the next month until new wells at the 5,500 acre Snake River Project come on stream. **There are currently six vertical production wells under various stages of development with two wells now undergoing production testing.**

Executive Chairman Richard Adrey commented: *"We are pleased to confirm production levels for June set a new benchmark for AusTex. We are confident that with our active well development program, the Company will continue to increase production as new wells are transitioned from development status to production.*

With six wells in various stages of completion and development, production levels are expected to increase in the coming months. We are also progressing with our program of drilling two new production wells at the Snake River Project each month which underpins future production increases."

Well	Status
<u>East Tonkawa Production Hub</u>	
ETU #14-5	Producing – Mississippi Lime
ETU #15-4	Producing – Mississippi Lime
ETU #17-6	Production Testing
ETU #14-7	Production Testing
Adams #1	Producing – Mississippi Lime
Balder #1-30N (AOK – 14.15%WI)	Producing – Mississippi Lime
<u>Blubaugh Production Hub</u>	
Blubaugh #20-1 SWD	Disposal well – Completed
Blubaugh #20-1	Under completion – Mississippi Lime
Blubaugh #20-3	Under Completion – Mississippi Lime
Blubaugh #21-3	Under completion – Mississippi Lime
Blubaugh #20-4	Under completion – Mississippi Lime
<u>Kansas</u>	
Clarke #1	Producing - Lansing Kansas City
Cooper # 1	Producing - Lansing Kansas City
Ludwick #1	Awaiting SWD - Arbuckle
Mollhagen #1	Awaiting SWD
Quackenbush #1	Mechanical issues

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