

1 June 2015

(ASX CODE: IPB)

ACTIVITIES UPDATE

IPB Petroleum is pleased to provide the following update to its activities.

Exploration Permit WA-424-P

IPB Petroleum (IPB or the Company) introduced its upcoming WA-424-P farmout to industry participants at the PESA deal day at the APPEA conference in May.

IPB has engaged ERC Equipoise Limited, an independent reservoir evaluation company to carry out seismic inversion studies on the WA-424-P 3D seismic data around the Gwydion oil discovery. The aim of these studies is to improve the resolution of the seismic data in order to better delineate the extent of the interpreted oil sand relating to the Idris prospect .

IPB expects a more formal farmout process to commence once the results of the inversion project are available. Following the presentation at the PESA deal day, the Company has already received early expressions of interest from potential farminees interested in receiving further information, as and when it becomes available.

As part of a farmout process IPB will be seeking to obtain a carried interest in the drilling of an exploration well on the Idris prospect.

Exploration Permits WA-471-P, WA-485-P

IPB submitted Suspension and Extension applications for committed work programmes with NOPTA for both WA-471-P and WA-485-P during the month of May. The Company anticipates being advised of the decision in relation to its applications during June 2015.

Resources Update

The Company recently released its updated resources for both the Idris prospect and the balance of its portfolio.

A summary of the resultant resources is provided in Table 1 below:

Field	Contingent Resources Million Barrels of Oil		
Idris	1C	2C	3C
	3.4	5.4	7.7
Prospect	Prospective Resources Million Barrels of Oil (Unrisked)		
Idris	Low Estimate	Best Estimate	High Estimate
	10.1	27.4	70.6
Leads	Prospective Resources Million Barrels of Oil (Unrisked)		
	Low Estimate	Best Estimate	High Estimate
Mordred Leads (structural)	46	63	85
Tristram (Oil Case)	113	239	483

Table1: IPB Petroleum Total Resources WA-424P (IPB 100%)

The resources quantities contained within this Table 1 have been prepared in full compliance and adherence to the Society of Petroleum Engineers Guidelines for the application of the Petroleum Resources Management System (SPE-PRMS) www.spe.org.

Prospective Resources are estimated quantities of petroleum that may be potentially recovered by the application of future development project(s) that relate to undiscovered accumulations. These estimates have both an associated risk of discovery and a risk of development. Further exploration and appraisal and evaluation is required to determine the existence of a significant quantity of potentially moveable hydrocarbons.

Corporate and Commercial

As recently reported, IPB has been successful in managing its cash flow whilst still maintaining the requisite level of activity within each of its permits for the longer term. It has managed to reduce its projected monthly expenditure by approximately 40% in comparison with the previous twelve month period.

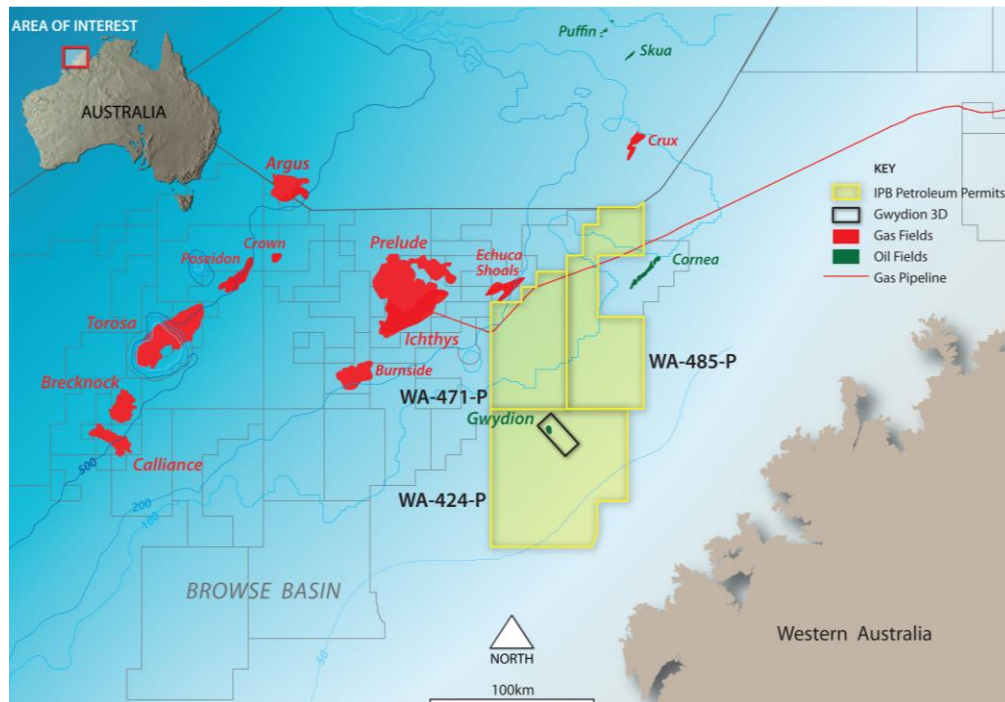
In addition the Company has entered into more flexible working arrangements with both the Managing Director and Technical Director. These new agreements with the founding directors, who both remain major shareholders are aimed at placing IPB in the best possible position to capitalize on its existing and future opportunities.

About IPB Petroleum

IPB Petroleum is an Australian conventional oil exploration company that has built a strategic position in what it believes to be a potential new oil fairway along the south margin of the Browse Basin offshore North West Australia.

Martin Warwick
Company Secretary

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IPB Petroleum Permits Browse Basin Offshore North West Australia

IMPORTANT NOTE: RESOURCES

For further details on IPB's resources please refer to IPB's ASX Release titled "IPB Resources Update Including High Graded Idris Prospect" dated 18 May 2015 which also makes reference to the Independent Technical Expert's Report by ISIS published in IPB's Prospectus dated 1 March 2013 .

IPB Petroleum is not aware of any new information or data, that materially affects the information relating to these resources, since this release to the market, and all material assumptions and technical parameters underpinning these estimates continue to apply and has not materially changed.