

24 March 2016

The Company Announcements Platform
Australian Securities Exchange
Exchange Centre
20 Bond Street
SYDNEY NSW 2000

Tap Oil Limited
ABN 89 068 572 341

Level 1, 47 Colin Street
West Perth WA 6005
Australia

T: +61 8 9485 1000
F: +61 8 9485 1060
E: info@tapoil.com.au

www.tapoil.com.au

LETTER TO APPLICABLE SHAREHOLDERS – TERMINATION OF SHARE PURCHASE PLAN

Tap Oil Limited (ASX:TAP) now provides to all shareholders, a copy of the letter that it recently sent to its shareholder's who had participated in the Share Purchase Plan which was terminated on 10 March 2016. This letter was accompanied by refund cheques and the Company's registry has confirmed that these have all now been dispatched.

Investor Enquiries

Troy Hayden	Managing Director/CEO
Anna Sudlow	Commercial & Investor Relations Manager
Telephone:	+61 8 9485 1000
Email:	info@tapoil.com.au
Website:	www.tapoil.com.au

Tap Oil Limited
ABN 89 068 572 341

Level 1, 47 Colin Street
West Perth WA 6005
Australia

T: +61 8 9485 1000
F: +61 8 9485 1060
E: info@tapoil.com.au

www.tapoil.com.au

TAP

MR JOHN SAMPLE
FLAT 123
SAMPLE STREET
SAMPLE STREET
SAMPLE STREET
SAMPLETOWN VIC 3030

18 March 2016

Dear Shareholder

Thank you for your recent support of the Company's Share Purchase Plan (**SPP**). As announced on 10 March 2016, the Share Purchase Plan has been terminated and funds are being returned to shareholders.

Tap had previously sought to raise approximately A\$4 million through the SPP announced on 16 December 2015. The Company has been in discussions with BNP and in light of the minimum US\$5 million capital injection required to achieve the modifications to the BNP, the amount sought under the SPP is insufficient to meet the requirements of the Company's debt restructure.

Renounceable Pro Rata Rights Issue

On 15 March 2016, Tap announced its intention to undertake a pro rata renounceable rights issue of fully paid ordinary shares in the Company (**New Shares**) to raise up to A\$7.75 million (before costs) (**Rights Issue**).

Funds raised from the Rights Issue are expected to satisfy one of the conditions to the restructure of the BNP Facility that the Company raise a minimum of US\$5 million in additional capital with the funds ultimately used for working capital purposes.

Under the Rights Issue, eligible shareholders will be able to acquire three (3) New Shares for every five (5) fully paid ordinary shares they hold at the Record Date at an offer price of A\$0.05 per New Share.

Further information on the Rights Issue, including the timetable is included in the ASX announcement uploaded on 15 March 2016 on the Company website and which is also set out in the prospectus, which was lodged with ASIC on 14 March 2016, and be mailed to eligible shareholders shortly after the Opening Date (23 March 2016).

We hope you are able to also support the new Rights Issue and thank you once again for your support of the SPP.

Sincerely



Doug Bailey
Chairman