



LAKES OIL NL
ACN 004 247 214

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the sixty-seventh Annual General Meeting of Lakes Oil N.L. will be held on **Monday 25th November 2013 at 11:00AM (AEDT), at the clubrooms of the Churchill Football Netball Club, Manning Drive (off Switchback Road), Churchill, Vic 3842.**

BUSINESS

1. Accounts & Reports

To consider the Annual Financial Report of the Company and the related reports of the Directors and Auditors for the year ended 30th June 2013.

2. Re-election of the Hon. Alexander Downer AC as a Director

To consider and, if thought fit, pass the following resolution as an ordinary resolution;

"That the Hon. Alexander Downer AC, a Director retiring in accordance with Article 55.2 of the Company's Constitution, and being eligible and having offered himself for re-election, be re-elected a Director of the Company."

3. Re-election of Professor Ian Plimer as a Director

To consider and, if thought fit, pass the following resolution as an ordinary resolution;

"That Professor Ian Plimer, a Director retiring in accordance with Article 55.2 of the Company's Constitution, and being eligible and having offered himself for re-election, be re-elected a Director of the Company."

4. Re-election of Robert J. Annells as a Director

To consider and, if thought fit, pass the following resolution as an ordinary resolution;

"That Mr Robert Annells, a Director retiring by rotation in accordance with Article 56.1 of the Company's Constitution, and being eligible and having offered himself for re-election, be re-elected a Director of the Company."

5. Adopt the Remuneration Report for the year ended 30th June 2013

To consider and, if thought fit, pass the following resolution as an ordinary resolution;

"That the remuneration report section of the Directors' report for the Company for the year ended 30th June 2013 be adopted."

6. Freshen Up 15% Placement Capacity

To consider and, if thought fit, pass the following resolution as an ordinary resolution;

"That the issue of 141,402 Listed Unsecured Converting Notes in the Company on 29 January 2013 on the terms and conditions set out in the Explanatory Memorandum be approved for the purposes of Listing Rule 7.4 and for all other purposes."

7. Approval of 10% Placement Facility

To consider and, if thought fit, pass the following resolution as a special resolution;

"That for the purposes of Listing Rule 7.1A and for all other purposes, the issue of up to 10% of the issued capital of the Company calculated in accordance with the formula prescribed in Listing Rule 7.1A.2, and on the terms and conditions set out in the Explanatory Memorandum, be approved."

By order of the Board

Leslie Smith
Company Secretary

16th October 2013

NOTES:

Entire Notice: The details of the resolutions contained in the Explanatory Memorandum accompanying this Notice of Meeting should be read together with, and form part of, this Notice of Meeting.

Voting Exclusion Statements:

Resolution 5

The Company will disregard any votes cast on this resolution (in any capacity) by or on behalf of a member of the Key Management Personnel (being those persons described as such in the Remuneration Report) other than the Chairman or a closely related party of such a member unless the vote is cast as proxy for a person entitled to vote in accordance with a direction on the proxy form. The Chairman of the Meeting, as proxy for a person who is entitled to vote on this resolution, may vote on this resolution, whether or not the proxy form directs how the proxy is to vote, provided the proxy form expressly authorises the Chairman to exercise the proxy.

Resolution 6

The Company will disregard any votes cast on this resolution by any person who participated in the issue and any associate of such person.

However, the Company need not disregard a vote if the vote is cast as proxy for a person who is entitled to vote in accordance with the directions on the proxy form, or if the vote is cast by the Chairman for a person who is entitled to vote in accordance with a direction on the proxy form.

Resolution 7

The Company will disregard any votes cast on this resolution by any person who may participate in the proposed issue or any person who might obtain a benefit, except a benefit solely in the capacity of a holder of Shares, and any associate of such person.

However, the Company need not disregard a vote if the vote is cast as proxy for a person who is entitled to vote in accordance with the directions on the proxy form, or if the vote is cast by the Chairman for a person who is entitled to vote in accordance with a direction on the proxy form.

HOW TO VOTE:

To vote on the resolutions to be put to the Meeting follow these steps:

- EITHER** 1. Complete and return the proxy form by following the instructions set out below or vote online at www.investorvote.com.au by not later than 11:00AM (AEDT) Saturday 23rd November 2013.
- OR** 2. Attend the Meeting.

The sending of a proxy form will not prevent you from attending and voting at the Meeting.

Proxies and Other Information

A Shareholder who is entitled to attend and vote at the meeting has a right to appoint a proxy. The proxy need not be a Shareholder of the Company. If a Shareholder is entitled to cast two or more votes at the meeting, that Shareholder may appoint two proxies and may specify the proportion of the votes that each proxy is appointed to exercise. Where two proxies are appointed, but the appointments do not specify the proportion of votes, which each proxy may exercise, each proxy may exercise half of the votes (fractions being disregarded).

If a proxy is not directed how to vote on an item of business, the proxy may vote or abstain from voting on that resolution as they think fit. If a proxy is instructed to abstain from voting on an item of business, they are directed not to vote on the shareholder's behalf on the poll and the shares that are the subject of the proxy appointment will not be counted in calculating the required majority. Shareholders who return their proxy forms with a direction on how to vote but do not nominate the identity of their proxy will be taken to have appointed the Chairman of the meeting as their proxy to vote on their behalf. If a proxy form is returned but the nominated proxy does not attend the meeting, or does not vote on the resolution, the Chairman of the meeting will act in place of the nominated proxy and vote in accordance with any instructions.

NOTES: (cont)

Proxy appointments in favour of the Chairman of the meeting, the secretary or any Director that do not contain a direction on how to vote will be used where possible to support each of the resolutions proposed in this Notice of Meeting. The Key Management Personnel of the Company and their closely related parties will not be able to vote your proxy on Resolution 5 unless you direct them how to vote. If you intend to appoint a member of the Key Management Personnel as your proxy, please ensure that you direct them how to vote on Resolution 5. If you intend to appoint the Chairman of the meeting as your proxy, you can direct him or her to vote by either marking the box for any or all of the Resolutions or by marking the Chairman's box on the proxy form (in which case the Chairman of the meeting will vote in favour of all items of business). Note that if a proxy is not directed and you appoint the Chairman of the meeting, you will be taken to have expressly authorised the Chairman to exercise the proxy as he/she sees fit.

A Proxy Form accompanies this Notice of Annual General Meeting and to be effective must be received at the Lakes Oil NL Share Registry:

- (a) **by mail or in person** to Computershare Investor Services Pty Limited:
by mail: GPO Box 242, Melbourne Victoria 3001 (a reply paid envelope is enclosed)
in person: Yarra Falls, 452 Johnston Street, Abbotsford Victoria 3067
- (b) **by Facsimile to:** Computershare Investor Services Pty Limited
1800 783 447 (within Australia)
(+61 3) 9473 2555 (outside Australia)
- (c) **online at:** www.investorvote.com.au
To use this facility please follow the instructions on your enclosed Proxy form
- (d) **online for Intermediary Online Users only at:** www.intermediaryonline.com

by no later than **11:00AM** (AEDT) on Saturday 23rd November 2013.

An appointment of a proxy will not be valid unless the proxy's appointment, and (if relevant) the Power of Attorney or other authority under which it is signed (or a certified copy of that power or authority), are received by the Company at its registered office, or at one of the addresses or the fax number set out above, at least 48 hours before the meeting.

In accordance with the Corporations Act, the Directors have determined that, for the purposes of the meeting all shares in the Company are to be taken as being held by the persons who are registered as holding them at 11:00AM (AEDT) on 23rd November 2013, being the second last day prior to the meeting. For the purposes of the meeting transfers registered after that time will be disregarded. This determination applies to all shares which are quoted shares at the specified time.

Definitions:

ASX means ASX Limited.

Company means Lakes Oil NL.

closely related parties are defined in the Corporations Act to include the spouses, dependants, certain other close family members of the members of Key Management Personnel as well as any companies controlled by such a member.

Corporations Act means the *Corporations Act 2001* (Cth).

Key Management Personnel means those persons described as such in the Remuneration Report.

Shares means fully paid ordinary shares in the capital of the Company.

EXPLANATORY MEMORANDUM

The information in this document relates to the resolutions to be considered at the Annual General Meeting (AGM) of Shareholders of the Company to be held on 25th November 2013. The Explanatory Notes should be read in conjunction with the Notice of Meeting and form part of the Notice of Meeting.

Item 1. FINANCIAL REPORT

The Company's annual report for 2013 (which includes the financial report, the directors' report and the auditor's report, together called the "Reports") will be presented to the meeting. As permitted by the Corporations Act, a printed copy of the annual report has been sent only to those Shareholders who have elected to receive a printed copy. There is no requirement either in the Corporations Act or the Constitution for Shareholders to approve these Reports.

Shareholders will be given a reasonable opportunity at the AGM to ask questions and make comments on these Reports. The auditor will be available to receive questions and comments from members about the preparation and content of the auditor's report and the conduct of the audit.

Any Shareholder entitled to cast a vote at the AGM may submit written questions to the auditor if the Shareholder gives the question to the Company before the meeting.

Item 2. RE-ELECTION OF THE HON. ALEXANDER DOWNER AC

In accordance with the ASX Listing Rules and Article 55.2 of the Company's Constitution, the Hon. Mr Alexander Downer AC retires and, being eligible, offers himself for re-election as a Director.

Mr Downer retired from politics in 2008 after a distinguished career spanning 23 years. He was Australia's longest serving foreign minister during the Howard Government from March 1996 to December 2007. He was Leader of the Opposition and Leader of the parliamentary Liberal party from May 1994 to January 1995. Prior to entering parliament Mr. Downer held a number of senior positions in government and the private sector.

Currently Mr. Downer is a partner in his firm, Bespoke Approach, a strategic advisory business as well as the Secretary General of the United Nation's Special Advisor on Cyprus at the level of Under Secretary General. He is also a Visiting Professor of Politics and International trade at the University of Adelaide and sits on a number of boards. On 26 January 2013 Mr Downer was appointed a Companion of the Order of Australia (AC) for distinguished service as Foreign Minister to the Parliament of Australia through the advancement of international relations and foreign policy.

Mr Downer serves on the Board of the Sun Resources N.L. (ASX:SUR) and is an alternate director of Roy Hill Holdings PL. He also served on the Board of AO Energy Limited (ASX:AOM) during 2012 and 2013.

Mr. Downer was appointed to the Remuneration Committee when it was established on 11 July 2013.

Item 3. RE-ELECTION OF PROFESSOR IAN PLIMER BSc (Hons.), PhD

In accordance with the ASX Listing Rules and Article 55.2 of the Company's Constitution, Professor Ian Plimer retires and, being eligible, offers himself for re-election as a Director.

Professor Ian Plimer was appointed to the Board in January 2013. He is Emeritus Professor at the University of Melbourne where he was Professor and Head of the School of Earth Sciences (1991-2005). He was Professor of Geology (University of Newcastle 1985-1991) and Professor of Mining Geology (University of Adelaide 2005-2012). He has been awarded the Leopold von Buch Medal for Science, the Centenary Medal, The Eureka Prize (twice) and is Fellow of the Academy of Technological Sciences and Engineering, a fellow of the Geological Society of London and a Fellow of the Australasian Institute of Mining and Metallurgy. Professor Plimer has published more than 130 scientific papers and is author of multiple best-selling books for the general public.

Professor Plimer's main geological interests are in resources.

He serves on the Boards of listed companies Silver City Minerals Ltd (ASX:SCI); Niuminco Group Ltd (ASX:NIU); Kefi Minerals Ltd (AIM:KEFI) and Sun Resources N.L. (ASX:SUR) and unlisted Hancock Prospecting Pty Ltd companies, Roy Hill Holdings PL, Hope Downs Iron Ore PL, Queensland Coal Investments PL and TNT Mines Ltd. He was a director of Inova Resources Limited (formerly Ivanhoe Australia Ltd) (ASX:IVA, TSX:IVA) from 2007 to 2013.

Professor Plimer was appointed to the Audit Committee in February 2013.

Item 4. RE-ELECTION OF ROBERT ANNELLS

In accordance with the ASX Listing Rules and Article 56.1 of the company's Constitution, Robert Annelts retires and, being eligible, offers himself for re-election as a Director.

Mr. Annelts is a former member of the Australian Stock Exchange with over forty years experience in the securities industry, and is also a qualified accountant. His experience includes provision of corporate and investment advice to the business and resources industries. Mr Annelts has served on the Lakes Oil N.L. board since 1984 and is currently the Chairman of Lakes Oil N.L.(ASX:LKO), Greenearth Energy Limited(ASX:GER) (appointed in July 2010), Rum Jungle Resources Limited (ASX:RUM) (appointed as a director in 2006 and as Chair in November 2012) and Central Phosphate Australia Limited (ASX:CEN) (appointed as a director and Chair on 13 July 2013). During the past three years Mr. Annelts has also served on the board of ASX listed Minotaur Exploration Limited and was Chairman of the London based company Xtract Energy PLC. Mr Annelts served as the Chairman of Minotaur Exploration Limited from its listing in February 2005 until his retirement from the Board in February 2010.

Item 5. REMUNERATION REPORT – NON BINDING RESOLUTION

Under the Corporations Act, a listed entity is required to put to the vote a resolution that the remuneration report section of the Directors' report be adopted. This remuneration report can be found in the 2013 Annual Report at pages 17 to 22. It sets out a range of matters relating to the remuneration of directors and senior managers of the Company. A vote on the Remuneration Report is advisory only and does not bind the directors of the company. During this item of business, shareholders will have the opportunity to comment on and ask questions about the remuneration report.

Shareholders may be aware of the amendments to the Corporations Act to include a 'two strikes' rule in relation to remuneration reports. Briefly, if at least 25% of votes are cast against the resolution at two consecutive annual general meetings, this rule requires that a 'board spill resolution' be put to shareholders. If the board spill resolution is passed, the Company is required to hold a further meeting of shareholders within 90 days to consider replacing those directors (other than the managing director) in office at the time the remuneration report was approved by the board.

Item 6. FRESHEN UP 15% PLACEMENT CAPACITY

The ASX Listing Rules restrict the number of securities which a listed company may issue in any 12 month period without the approval of shareholders to 15% of the number of securities on issue at the start of the period subject to certain adjustments and permitted exceptions. This resolution seeks shareholder approval to the previous issue of securities in the Company for the purposes of Listing Rule 7.4. The purpose of seeking shareholder approval of the issue of securities in this resolution is to freshen up the Company's placement capacity and hence ensure that the previous issue of securities as described below does not reduce the Company's placement capacity under the Listing Rules.

As announced to ASX on 29 January 2013, the Company issued 632,084 listed unsecured converting notes (Notes) at \$10 per Note to raise a total of \$6,320,840 as follows:

- Timeview Enterprises Pty Ltd - 425,000 Notes;
- Armour Energy Limited - 175,830 Notes; and
- Various other new investors who had made an application for the balance - 31,254 Notes.

The principal terms of the Notes are as follows:

- Interest is payable half yearly at the rate of 50 cents per Note immediately following each Interest Payment Date (being 31 May 2013, 30 November 2013, 31 May 2014 and 30 November 2014).
- The Maturity Date (when conversion into Shares occurs) is 30 November 2014. However, each holder can elect to convert Notes earlier at any of the prior Interest Payment Dates. Notes will also convert early in the case of a change in control at 0.2 cents per Share. The Notes are not redeemable by the Company.
- Each Note converts into 5,000 Shares. However, if the 30 Day Average Closing Share Price prior to the Maturity Date is less than 0.2 cents, the number of Shares received on conversion for each Note will be increased to a maximum of 6,667 Shares on the basis of an Uplift Factor formula (having regard to the 30 Day Average Closing Share price with a minimum price of 0.15 cents) as set out in the Prospectus dated 23 October 2012. This Uplift Factor increase only applies if conversion occurs on the Maturity Date.

For full details regarding the terms of the Notes, refer to the Prospectus dated 23 October 2012.

Item 6. FRESHEN UP 15% PLACEMENT CAPACITY (cont.)

The purpose of the issue was to fund the near term drilling of the Otway 1 well in PEP169 and to advance the knowledge of oil prospectively in the Gippsland basin, including the exploration of other high impact targets.

Of the 632,084 Notes issued on 29 January 2013, 141,402 Notes were issued without security holder approval under Listing Rule 7.1, with the balance issued under an exception in Listing Rule 7.2.

Item 7. APPROVAL OF 10% PLACEMENT FACILITY

Background

Listing Rule 7.1A enables eligible entities, subject to shareholder approval by way of a special resolution, to issue up to 10% of its issued share capital through placements over a 12 month period after the annual general meeting (10% Placement Facility). The 10% Placement facility is in addition to the company's 15% placement capacity under Listing Rule 7.1

An eligible entity for the purposes of Listing Rule 7.1A is an entity that is not included in the S&P/ASX 300 Index and has a market capitalisation of \$300 million or less. The Company is an eligible entity.

The Company is now seeking shareholder approval by way of a special resolution (which requires approval of 75% of the votes cast by Shareholders) to have the ability to issue equity securities under the 10% Placement Facility. The only securities that the 10% Placement can cover are existing quoted securities, namely ordinary fully paid Shares.

The exact number of equity securities to be issued under the 10% Placement facility will be determined in accordance with the formula prescribed in the Listing Rule 7.1A.2 (refer to the section below)

The Company continues actively seeking to acquire more capital and may use the 10% Placement Facility to acquire this capital.

As at the date of this Notice of Meeting, the Company has 7,208,868,039 Shares on issue and therefore, in addition to any other Shares which it can issue under the permitted exceptions to Listing Rules 7.1 and 7.1A, it has the capacity to issue:

- 368,570,206 Shares under Listing Rule 7.1; and
- subject to shareholder approval being obtained under Resolution 7, 720,886,804 Shares under Listing Rule 7.1A.

The actual number of Shares that the Company will have capacity to issue under Listing Rule 7.1A will be calculated at the date of issue of the Shares in accordance with the formula in Listing Rule 7.1A.2.

Minimum issue price

In accordance with Listing Rule 7.1A, Shares issued by the Company under a 10% Placement can only be issued at a price that is not less than 75% of the VWAP (volume weighted average price) of the Shares calculated over the 15 trading days on which trades in its Shares were recorded immediately before:

- the date on which the issue price of the Shares is agreed; or
- the issue date (if the Shares are not issued within five trading days of the date on which the issue price is agreed).

Placement period

Shareholder approval under Listing Rule 7.1A is valid from the date of this AGM until the earlier to occur of:

- 12 months after the date of the AGM; and
- the date of approval by Shareholders of a transaction under Listing Rule 11.1.2 (a significant change to the nature or scale of activities) or Listing Rule 11.2 (disposal of main undertaking),

or such longer period if allowed by ASX.

Shareholder approval under Listing Rule 7.1A does not lapse if the Company's market capitalisation subsequently exceeds \$300 million or if it is included in the S&P/ASX 300 Index at some time during that period provided that the Company meets those criteria on the date of the AGM.

Item 7. APPROVAL OF 10% PLACEMENT FACILITY (cont.)

Dilution to existing shareholdings

If Resolution 7 is approved by Shareholders and the Company issues Shares under the 10% Placement, there is a risk of economic and voting dilution to existing Shareholders as a result. Further, as the market price of the Company's Shares may be significantly lower on the issue date than on the date of AGM approval, and because the Shares may be issued at a price that is at a discount to the market price on the issue date, there is a risk that the 10% Placement may raise less funding than it would based on current market prices.

As required by Listing Rule 7.3A.2, the table below shows a number of hypothetical scenarios for a 10% Placement where variable "A" in the formula in Listing Rule 7.1A.2 (representing the Company's share capital) has increased by either 50% or 100%, and the share price has decreased by 50% or increased by 100% from the approximate share price as at the date of this Notice of Meeting.

Dilution table

Share Capital (Variable 'A' in Listing Rule 7.1A.2)		Dilution table		
		\$0.002 50% decrease in Issue Price	\$0.004 Issue Price	\$0.008 100% increase in Issue Price
Current 7,208,868,039 Shares	Number of Shares	720,886,804	720,886,804	720,886,804
	Funds raised	\$1,441,774	\$2,883,547	\$5,767,094
50% increase 10,813,302,059 Shares	Number of Shares	1,081,330,206	1,081,330,206	1,081,330,206
	Funds raised	\$2,162,660	\$4,325,321	\$8,650,642
100% increase 14,417,736,078 Shares	Number of Shares	1,441,773,608	1,441,773,608	1,441,773,608
	Funds raised	\$2,883,547	\$5,767,094	\$11,534,189

The dilution table has been prepared on the following hypothetical assumptions. The Company does not represent that they will necessarily occur:

- the Company issues the maximum number of Shares available under the 10% Placement;
- any increase in Variable A (being the issued share capital at the time of issue) is due to an issue of Shares which is an exception in Listing Rule 7.2, for example a pro-rata rights issue. However, a 15% placement under Listing Rule 7.1 does not increase variable "A" for the purposes of calculating the placement capacity under Listing Rule 7.1A;
- the table shows only the effect of issues of Shares under Listing Rule 7.1A, not under the 15% placement capacity under Listing Rule 7.1;
- the table does not show the dilution that may be caused to any particular Shareholder by reason of placements under Listing Rule 7.1A, based on that Shareholder's holding at the date of the AGM. For instance, Shareholders will have different outcomes depending on whether or not they participate in a pro-rata issue which has the effect of increasing variable "A"; and
- the current Share price is assumed to be \$0.004, being the Share price on 16th October 2013 immediately prior to finalising this Notice of Meeting.

Purpose of the 10% Placement

The Company may seek to issue Shares under the 10% Placement for either:

- a cash issue price. In this case, the Company may use the funds for working capital or for other corporate purposes; or
- non-cash consideration, such as for the acquisition of new assets or investments, subject to any applicable ASX requirements.

In either case, the cash issue price or the value of the non-cash consideration must comply with the minimum issue price noted above.

Item 7. APPROVAL OF 10% PLACEMENT FACILITY (cont.)

Allocation policy

The Company's allocation policy is dependent on the prevailing market conditions at the time of any proposed issue under the 10% Placement. The identity of the allottees under the 10% Placement will be determined on a case by case basis having regard to the factors including the following:

- the methods of raising funds that are available to the Company, including a rights issue or other issue in which existing shareholders can participate;
- the effect of the issue of the Shares on the control of the Company;
- the financial situation and solvency of the Company; and
- advice from corporate, financial and broking advisors (if applicable).

The allottees under the 10% Placement have not been determined as at the date of this Notice of Meeting and may include existing substantial Shareholders and/or new Shareholders, but the allottees cannot include any directors, related parties or associates of a related party of the Company without a further specific shareholder approval.

Voting exclusion

A voting exclusion statement is included in the Notice of Meeting. At the date of the notice, the Company has not approached any particular existing Shareholder or an identifiable class of existing Shareholders to participate in the issue of the Shares. No existing Shareholder's vote will therefore be excluded under the voting exclusion in the Notice of Meeting.

Previous approval

The Company previously obtained Shareholder approval under Listing Rule 7.1A at its 2012 Annual General Meeting.

Since then, the Company has issued the following equity securities:

(a) Listed Unsecured Converting Notes - 861,402 Listed Unsecured Converting Notes, which were issued to:

- in respect of 229,318 Notes, various applicants under the non-renounceable rights issue of Notes made pursuant to the Prospectus dated 23 October 2013; and
- in respect of 632,084 Notes, the persons referred to the Explanatory Memorandum to Resolution 6.

The issue price was \$10 per Note. The principal terms of the Notes set out in the Explanatory Memorandum to Resolution 6.

Total cash consideration received from issue of the Notes was \$8,614,000. A total of approximately \$3,687,000 of these funds has already been spent on the following:

- \$431,000 to satisfy the first interest payment due on the Notes
- \$1,400,000 on exploration of high impact targets
- the balance on general working capital requirements (including costs associated with the issue)

The Company confirms that an amount of \$1,292,000 of the funds raised remains on trust held for the benefit of the Noteholders to satisfy future interest payments on the Notes. The Company intends to use the balance of the proceeds to fund the near term drilling of the Otway 1 well in PEP169 and to advance the knowledge of oil prospectively in the Gippsland basin, including the exploration of other high impact targets.

(b) Shares - 276,740,000 Shares, which were issued on early conversion of Notes. The Shares were issued for nil consideration to holders of Notes who elected to exercise their right of conversion in accordance with the Notes Conditions of Issue (annexed to the Prospectus dated 23 October 2012).

The above issue of Notes (including Shares issued on conversion of Notes) represents approximately 62% of the total number of equity securities on issue at the commencement of that 12 month period (assuming all remaining Notes are converted into Shares at the standard conversion rate).



LAKES OIL N.L.

(ABN 62 004 247 214)

Lodge your vote:



Online:

www.investorvote.com.au



By Mail:

Computershare Investor Services Pty Limited
GPO Box 242 Melbourne
Victoria 3001 Australia

Alternatively you can fax your form to
(within Australia) 1800 783 447
(outside Australia) +61 3 9473 2555

For Intermediary Online subscribers only
(custodians) www.intermediaryonline.com

For all enquiries call:

(within Australia) 1300 850 505
(outside Australia) +61 3 9415 4000

Proxy Form



Vote and view the annual report online

Go to www.investorvote.com.au or scan the QR Code with your mobile device.
Follow the instructions on the secure website to vote.

Your access information that you will need to vote:

Control Number:

SRN/HIN:

PLEASE NOTE: For security reasons it is important that you keep your SRN/HIN confidential.

For your vote to be effective it must be received by 11:00AM (AEDT) on Saturday, 23 November 2013

How to Vote on Items of Business

All your securities will be voted in accordance with your directions.

Appointment of Proxy

Voting 100% of your holding: Direct your proxy how to vote by marking one of the boxes opposite each item of business. If you do not mark a box your proxy may vote as they choose. If you mark more than one box on an item your vote will be invalid on that item.

Voting a portion of your holding: Indicate a portion of your voting rights by inserting the percentage or number of securities you wish to vote in the For, Against or Abstain box or boxes. The sum of the votes cast must not exceed your voting entitlement or 100%.

Appointing a second proxy: You are entitled to appoint up to two proxies to attend the meeting and vote on a poll. If you appoint two proxies you must specify the percentage of votes or number of securities for each proxy, otherwise each proxy may exercise half of the votes. When appointing a second proxy write both names and the percentage of votes or number of securities for each in Step 1 overleaf.

A proxy need not be a securityholder of the Company.

Signing Instructions for Postal Forms

Individual: Where the holding is in one name, the securityholder must sign.

Joint Holding: Where the holding is in more than one name, all of the securityholders should sign.

Power of Attorney: If you have not already lodged the Power of Attorney with the registry, please attach a certified photocopy of the Power of Attorney to this form when you return it.

Companies: Where the company has a Sole Director who is also the Sole Company Secretary, this form must be signed by that person. If the company (pursuant to section 204A of the Corporations Act 2001) does not have a Company Secretary, a Sole Director can also sign alone. Otherwise this form must be signed by a Director jointly with either another Director or a Company Secretary. Please sign in the appropriate place to indicate the office held. Delete titles as applicable.

Attending the Meeting

Bring this form to assist registration. If a representative of a corporate securityholder or proxy is to attend the meeting you will need to provide the appropriate "Certificate of Appointment of Corporate Representative" prior to admission. A form of the certificate may be obtained from Computershare or online at www.investorcentre.com under the information tab, "Forms".

Comments & Questions: If you have any comments or questions for the company, please write them on a separate sheet of paper and return with this form.

**GO ONLINE TO VOTE,
or turn over to complete the form →**

☐

Change of address. If incorrect, mark this box and make the correction in the space to the left. Securityholders sponsored by a broker (reference number commences with 'X') should advise your broker of any changes.

Proxy Form

Please mark ☒ to indicate your directions

STEP 1

Appoint a Proxy to Vote on Your Behalf

I/We being a member/s of Lakes Oil N.L. hereby appoint

☐

the Chairman
of the Meeting **OR**



PLEASE NOTE: Leave this box blank if you have selected the Chairman of the Meeting. Do not insert your own name(s).

or failing the individual or body corporate named, or if no individual or body corporate is named, the Chairman of the Meeting, as my/our proxy to act generally at the Meeting on my/our behalf and to vote in accordance with the following directions (or if no directions have been given, and to the extent permitted by law, as the proxy sees fit) at the Annual General Meeting of Lakes Oil N.L. to be held at clubrooms of the Churchill Football Netball Club, Manning Drive (off Switchback Road), Churchill, Vic 3842 on Monday, 25th November 2013 at 11:00AM (AEDT) and at any adjournment or postponement of that Meeting.

Chairman authorised to exercise undirected proxies on remuneration related resolutions: Where I/we have appointed the Chairman of the Meeting as my/our proxy (or the Chairman becomes my/our proxy by default), I/we expressly authorise the Chairman to exercise my/our proxy on Item 5 (except where I/we have indicated a different voting intention below) even though Item 5 is connected directly or indirectly with the remuneration of a member of key management personnel, which includes the Chairman.

Important Note: If the Chairman of the Meeting is (or becomes) your proxy you can direct the Chairman to vote for or against or abstain from voting on Item 5 by marking the appropriate box in step 2 below.

STEP 2

Items of Business



PLEASE NOTE: If you mark the **Abstain** box for an item, you are directing your proxy not to vote on your behalf on a show of hands or a poll and your votes will not be counted in computing the required majority.

Ordinary Resolution

For Against Abstain

Item 2 Re-election of the Hon. Alexander Downer AC as a Director of the Company

☐☐☐

Item 3 Re-election of Professor Ian Plimer as a Director of the Company

☐☐☐

Item 4 Re-election of Mr Robert J. Annells as a Director of the Company

☐☐☐

Item 5 Adopt the Remuneration Report for the year ended 30th June 2013

☐☐☐

Item 6 Freshen Up 15% Placement Capacity

☐☐☐

Special Resolution

Item 7 Approval of 10% Placement Facility

☐☐☐

The Chairman of the Meeting intends to vote all available proxies in favour of each item of business.

SIGN

Signature of Securityholder(s) *This section must be completed.*

Individual or Securityholder 1

Sole Director and Sole Company Secretary

Securityholder 2

Director

Securityholder 3

Director/Company Secretary

Contact
Name

Contact
Daytime
Telephone

Date / /