



Real Energy Corporation Limited
Level 3, 32 Walker Street North Sydney NSW 2060
Telephone 02 9955 4008

Real Energy Completes \$3.7 million Placement

- **Real Energy well-funded in the near term to unlock further value from Windorah Gas Field**
- **Fracture stimulation and well testing of Tamarama-2 and 3 wells to occur shortly**
- **Broad optionality across RLE's ~682,257-acre Cooper Basin acreage**

Sydney, 30 July 2018: Cooper Basin focused oil & gas exploration company Real Energy Corporation Limited (ASX: RLE) ("Real Energy") is pleased to announce that it has successfully completed a bookbuild for a placement to sophisticated and professional investors and institutional investors to raise \$3.7 million (before costs) through an oversubscribed placement of approximately 46,250,000 fully paid ordinary shares (New Shares) at an issue price of 8.0 cents per share (Placement).

Funds raised pursuant to the Placement, together with existing cash reserves, will be used to fund the upcoming fracture stimulation program and well testing at Tamarama-2 and Tamarama-3 and for working capital purposes. The Directors decided to conduct a fund raising via placement for certainty and speed.

Managing Director of Real Energy Mr Scott Brown commented: "Real Energy is entering an exciting phase of development with near-term fracture stimulation of two wells at our Windorah Gas Project in the Cooper Eromanga Basin. We are very keen to take advantage of the increase in Australian East Coast gas prices."

"We are grateful to existing shareholders and new investors for their support for the Placement. It was heavily overbid and we have introduced new supportive shareholders to our register as we embark on an exciting phase in the development of our very large and prospective gas field in the Cooper Eromanga Basin."

"The Cooper Eromanga Basin is a proven, world class petroleum province and Real Energy has considerable optionality to deliver significant value to shareholders through the development of our fields. Fracture stimulation of Tamarama-2 and Tamarama-3 this quarter is the next step in this process and we look forward to updating shareholders on the works schedule."

Hartleys Limited and Xcel Capital Pty Ltd acted as Joint Lead Managers to the Offer.

Of the total number shares issued under the Placement, 25,536,003 shares will be issued in accordance with ASX Listing Rule 7.1A and the balance (approximately 20,713,997 shares) will be issued under the Company's 15% placement capacity in accordance with ASX Listing Rule 7.1.

As part of the Placement, Real Energy will issue one (1) Option ("Option") for every two (2) New Shares issued. The Options will be exercisable at 14 cents with expiry 30 September 2020. If there are more than 50 holders and all ASX requirements are met, the Company will seek to list the Options on the ASX. The Options are subject to shareholder approval and a meeting will be convened to consider the matter.

Real Energy is considering a bonus option issue to all shareholders and will provide further details when and if it approved by the directors.

ENDS-

Real Energy: Managing Director - Scott Brown +61 2 9955 4008

Released through: Ben Jarvis, Six Degrees Investor Relations, +61 (0) 413 150 448

Or visit the website: www.realenergy.com.au

Twitter: <https://twitter.com/RealEnergyCor>

About Real Energy Corporation

Real Energy is an oil and gas exploration and development company with a focus on the Cooper Basin, Australia's most prolific onshore producing petroleum basin. Real Energy has 100% ownership in 2 large permits in Queensland –ATP 927P & ATP1194PA.

Real Energy is focusing initially on the Toolachee and Patchawarra formations. These formations are well-known throughout the basin for holding and producing gas. Seismic interpretation in conjunction with existing petroleum well data has determined that the Toolachee and Patchawarra formations are significant across much of our acreage.