



Real Energy Corporation Limited
Level 3, 32 Walker Street North Sydney NSW 2060
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7 August 2018 ASX Announcement

ASX Listing Rule 3.10.5A Disclosure and Cleansing Notice

Real Energy Corporation Limited (ASX: RLE) ("RLE" or "the Company") is pleased to confirm that it has issued 46,250,000 new fully paid ordinary shares ('Shares') at \$0.08 per share to sophisticated, professional and institutional investors raising \$3.7M before costs (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.

25,537,806 Shares were issued under LR7.1A at \$0.08 per Share.

Disclosure under ASX Listing Rules 7.1A.4(b) and 3.10.5A

The Company provides the following disclosures under ASX Listing Rules 7.1A.4(b) and 3.10.5A:

- a. The dilutive effect of the Placement on existing shareholders is as follows:

	Securities issued (no.)	Dilution (%)
Shares on issue (pre- issue of placement shares)	255,360,036	
Ordinary class shares issued under LR7.1A	25,536,003	10.00 %
Ordinary class shares issued under LR7.1	20,713,997	8.11%
Shares on issue (post- issue of placement shares)	301,610,036	

- b. The Shares issued under Listing Rule 7.1A were issued to sophisticated, professional and institutional investors as the Company is of the view that this is currently the most certain and expedient mechanism to raise funds.
- c. The Company confirms that no underwriting agreements were entered into concerning the Shares.
- d. Fees were paid or payable by the Company to the lead managers Hartleys Limited and Xcel Capital Pty Limited totalling \$222,000 for the raising of capital from the issuance of the Shares.

Notice pursuant to Section 708A (5) (e) of the Corporations Act 2001

The Company provides the following Cleansing Notice ('Notice') under section 708A of the Corporations Act ('Act') concerning its recently completed placement of 46,250,000 fully paid ordinary shares ('Shares') at \$0.08 per Share, raising \$3.7M before costs.

The Shares are part of a class of securities quoted on the Australian Securities Exchange Limited.

The Company gives this Notice pursuant to section 708A (5) (e) of the Act.

The Shares were issued without disclosure to the various parties under Part 6D.2 of the Act, in reliance on section 708A (5) of the Act.

As at the date of this notice, the Company has complied with:

- (a) the provisions of Chapter 2M of the Act; and
- (b) section 674 of the Act.

As at the date of this Notice, there is no excluded information for the purpose of sections 708A (7) and (8) of the Act.

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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.