



Real Energy Corporation Limited
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1-FOR-10 BONUS OPTION ISSUE TO ALL SHAREHOLDERS AND TOP-UP BONUS OPTIONS

Sydney, 16 August 2018: Cooper Basin focused oil & gas company Real Energy Corporation Limited (ASX: RLE) ("Real Energy") is pleased to announce that the Company will issue Bonus Options ('bonus option issue') to all shareholders in recognition of the significant progress the Company has made in the last 12 months.

The Bonus Options are being issued primarily to reward existing shareholders for their continued support for the Company and to potentially raise funds for the Company. The Bonus Options will be issued on a pro rata basis, with an entitlement of 1 bonus option for every 10 existing shares held by shareholders at the Record Date expected to be 25 September 2018.

In addition, a top-up bonus option issue (being an extra 50% entitlement to the number of Bonus Options issued) will be made to a shareholder if the respective shareholder has the same number of shares or increases their net shareholding in the Company from the date of the recent share placement (31 July 2018) to the Record Date. The top up bonus issue will be made from the Company's placement capacity under listing rule 7.1

Full details of the Bonus Options will be contained in a Prospectus which Real Energy intends to lodge with ASIC shortly.

The expected main terms and conditions of the Bonus Option issue are as follows:

- Class of security to be issued: Bonus Options with an exercise price of 12 cents per share and an expiry date of 15 April 2019.
- Issue price of Bonus Options: Nil consideration.
- Date on which the securities are expected to trade on "ex" basis: 24 September 2018.
- Record Date is expected to be: 25 September 2018 (5pm EST).

The Company will apply to the ASX to have the Bonus Options listed as a separate class. The Company looks forward to updating shareholders on operational progress and other corporate developments. The dates provided above are indicative and the Company reserves the right to vary dates.

The Board is very encouraged about the Company's prospects for the next 12 months and recent progress, could see a major step change in the Company's operations.

-ENDS-

For further information, please contact:

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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, evaluation 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.