

11 December 2018

Company Announcements Office  
Australian Securities Exchange  
20 Bridge Street  
Sydney NSW 2000

*By Electronic Lodgement*

**Information under ASX Listing Rules 7.1A.4 and 3.10.5A and Notification under section 708A(5)(e) of the Corporations Act 2001 (“the Act”)**

On 5 December 2018, Galilee Energy Limited (ASX:GLL) (the “**Company**”) announced it raised approximately \$13 million (before costs) via a placement to institutional and sophisticated investors (“**Placement**”).

The issue price of the securities, and the VWAP calculation over the 15 trading days on which trades in the relevant securities were recorded preceding the date of issue or date of agreement to issue the securities under listing rule 7.1A, and the source of the VWAP calculation are detailed in the Appendix 3B lodged today.

The Placement is utilising the Company’s capacity under ASX Listing Rules 7.1 and 7.1A. All Placement shares are being issued at \$0.60, which amount is approximately a 4% premium to the 15-day VWAP as calculated under LR 7.1A.3, of \$0.576 per shares, calculated as at close of market Friday 30 November 2018, as the trading price-volume data available on the ASX market for the Company’s securities.

Due to the issue of if the shares using the Company’s placement capacity under ASX Listing Rule 7.1A, the Company provides the following information in accordance with ASX Listing Rule 3.10.5A.

- A) 20,401,269 ordinary shares will be issued under the Company’s ASX Listing Rule 7.1A capacity. Existing shareholders have been diluted by 9.09% following the Listing Rule 7.1A component of the Placement made today.

In addition to the ordinary shares being issued under Listing Rule 7.1A, a further 1,265,402 ordinary shares will be issued under the Company’s ASX Listing Rule 7.1 capacity.

A breakdown of the dilution calculation is provided below:

Shares on issue prior to the announcement of Additional Placement made 5 December 2018.	204,012,690
Add: Shares issued today under ASX Listing Rule 7.1A	20,401,269

Add: Shares issued today under ASX Listing Rule 7.1	1,265,402
Total Shares including the ASX Listing Rule 7.1A shares to be issued.	21,666,671
Dilution to existing shareholders due to issue of shares issued under ASX Listing Rule 7.1A capacity.	9.09%
Dilution to existing shareholders due to issue of shares under Listing Rules 7.1 and 7.1A.	9.6%

- B) The Company conducted the Placement rather than a pro-rata issue or other type of issue in which existing security holders would have been eligible to participate, as it was considered to be the quickest, most efficient and most certain method of raising funds in the current market.
- C) The Placement was not underwritten.
- D) The Company will pay a fee to the Joint Lead Managers for placing approximately 5.5 million of the total number of shares to investors of 6% (plus GST) of the funds contributed (approximately \$3.3Million). The Company will also incur miscellaneous expenses including listing fees and legal fees in connection with the Placement.

### **Notification under section 708A(5)(e) of the Corporations Act 2001 (“the Act”)**

The Company confirms that it today has issued 21,666,6670 new fully paid ordinary shares in the Company (“**New Shares**”) at an issue price of \$0.60 per New Share pursuant to the Placement.

The Corporations Act 2001 (“the Act”) restricts the on-sale of securities issued without disclosure, unless the sale is exempt under section 708 or 708A. By the Company giving this notice, the sale of the shares referred to in the Appendix 3B lodged today, will fall within the exemption in section 708A(5) of the Act.

The Company hereby issues a notice under section 708A(5)(e) of the Act that:

- (a) the New Shares, that have today been issued are part of a class of securities quoted on the Australian Securities Exchange;
- (b) the New Shares were issued without disclosure to investors under Part 6D.2 of the Act;
- (c) the Company, as at the date of this notice, has complied with:
  - (i) the provisions of Chapter 2M of the Act as they apply to the Company; and
  - (ii) Section 674 of the Act; and
- (d) as at the date of this notice, there is no ‘excluded information’ of the type referred to in sections 708A(7) and 708A(8) of the Act, to be disclosed under section 708A(6)(e) of the Act.

Yours sincerely



Stephen Rodgers

Company Secretary  
Galilee Energy Limited