



Real Energy Corporation Limited  
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## 11 March 2019 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 47,619,049 new fully paid ordinary shares ('Shares') at \$0.105 per share to sophisticated, professional and institutional investors raising \$5.0M before costs (Placement).

Funds raised from the Placement will be used for ongoing testing and field work on the Tamarama 1, Tamarama 2 and Tamarama 3 gas wells, to progress pre-construction works for the pipeline to Santos –operated Mt Howitt gas gathering facility, updating the Reserve/resource assessment for the Windorah Gas Field, to progress gas offtake agreements and for working capital purposes.

The Company has also issued 8,318 shares from the exercise of 12 cent Options in the Company (total consideration raised - \$998).

30,161,004 Shares were issued under LR7.1A at \$0.105 per Share and 17,458,045 Shares were issued under LR7.1 at \$0.105 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)	301,610,036	
Shares issued from the exercise of options	8,318	
Sub total	301,618,354	
Ordinary class shares issued under LR7.1A	30,161,004	10.0%
Ordinary class shares issued under LR7.1	17,458,045	5.8%
Shares on issue (post- issue of placement shares)	349,237,403	

- 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. The Company is also issuing 15,873,004 options (ASX:RLEOB) expiring on 30 September 2020 with an exercise price of 14 cents. The terms attached to these options are set out in the accompanying Appendix 3B.
- e. Fees were paid or payable by the Company to the lead managers Hartleys Limited and Xcel Capital Pty Limited together with other brokers totalling approximately \$300,000 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 47,619,049 fully paid ordinary shares ('Shares') at \$0.105 per Share, raising \$5.0 M 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.