

28 November 2019

The Company Announcements Officer
Australian Stock Exchange Limited
Level 4
20 Bridge Street
SYDNEY NSW 2000

By Electronic Lodgment

Dear Sir / Madam

RE: GALILEE ENERGY LIMITED (ASX:GLL)
RE: NOTIFICATION TO OPTIONHOLDERS OF EXPIRY FOR UNLISTED OPTIONS

Galilee Energy Limited (**ASX: GLL**) advises that its unlisted options with an exercise price of \$0.50 are due to expire on Thursday, 31 December 2019. Holders of these options must exercise their options on or before that date, otherwise the options will expire.

Attached is a copy of the letter that will be sent to Optionholders today as a notification of the expiry of their unlisted options on 31 December 2019. Each letter will be accompanied by a personalised exercise form.

Yours Faithfully
Galilee Energy Limited



Stephen Rodgers
Company Secretary
Email: admin@galilee-energy.com.au

28 November 2019

The Option Holder

YOUR GALILEE ENERGY LIMITED OPTIONS ARE DUE TO EXPIRE ON 5 DECEMBER 2019

At the date of this notice, you are the registered holder of < > unlisted options in Galilee Energy Limited (Galilee Energy) with an exercise price of \$0.50 cents. These options are due to expire on 31 December 2019.

Your options will expire unless they are exercised on or before that date. It is therefore important that you carefully read the following information and, if necessary, seek independent financial advice before deciding what action to take.

Actions You Can Take

The courses of action available to you, as a holder of options, are to:

1. Exercise your options before 5.00pm (AEST) on 31 December 2019; or
2. Do nothing (i.e. allow your options to expire).

There is no obligation to exercise your options. However, if you do not exercise your options, they will expire at 5.00pm (AEST) on 31 December 2019 and your right to subscribe for fully paid ordinary shares in Galilee Energy at \$0.50 cents per share will lapse.

Number of Options Held & Amount Due on Exercise

The exercise price of the options is \$0.50 cents per option. You may exercise your options in full or in part. One fully paid ordinary share in Galilee Energy will be issued for each option exercised.

In order to exercise your options, you must pay the full amount due on exercise either by cheque made payable to Galilee Energy Limited or directly depositing the amount to the bank account of the Company as detailed on the Application. More information about payment is set out on the accompanying form.

If paying by way of direct deposit, please ensure that your option certificate number is included so that the funds can be assigned to your account.

Share Price Information

The closing price of fully paid ordinary shares in Galilee Energy (ASX:GLL) on ASX on Wednesday, 27 November 2019, being the last trading day prior to the date of this notice, was \$0.86.

The highest price at which fully paid ordinary shares in Galilee Energy have traded on ASX in the last three months preceding the date of this notice was \$1.40 on 2 September 2019. The lowest price at which fully paid ordinary shares in Galilee Energy have traded on ASX in the last three months preceding the date of this notice was \$0.84 on 25 November 2019.

Current Information About Galilee Energy

You are referred to the Company's ASX market announcements for information on GLL. These market announcements may be viewed and downloaded from the Company's website at www.galilee-energy.com.au or from the ASX website: www.asx.com.au by searching under the Company's ASX code: GLL.

Exercising Your Options

To exercise your options, please follow the instructions on the accompanying "Application for Shares on Exercise of Options" form. You must return the completed form to Galilee Energy, together with payment of the full exercise price for the number of options that you wish to exercise.

The completed form and payment of the exercise price must be received by Galilee Energy at:

Galilee Energy Limited
Emirates Building
Level 6, 167 Eagle Street
Brisbane Qld 4000
Email: admin@galilee-energy.com.au

By no later than 5.00pm AEST on Tuesday, 31 December 2019.

If you intend to exercise your options, we recommend that your completed form and your payment for the exercise price is received by the Company Secretary by no later than 5.00pm AEST on Tuesday, 31 December 2019.

If you have any questions about exercising your options, please contact the Company Secretary by telephone on 07 3177 9970 or by email at admin@galilee-energy.com.au.

Yours Faithfully



Stephen Rodgers
Company Secretary

[The Option holder]



Application Form on Exercise of Unlisted Escrowed Options Expiring 31 December 2019

To the Directors, Galilee Energy Limited

I/We hereby exercise

option(s) and deliver herewith my/our cheque for or confirm that I/we have deposited to the nominated account as per your instructions the sum of

Being 50 cents per share on application for

ordinary shares in the capital of the Company.

I/We request that you allot me that number of shares and I/we agree to accept that number of shares on the terms below and the Constitution of the Company, and I/we authorise you to place my/our name on the register.

My/Our SRN/HIN (as shown on my/Issuer Sponsored holding statement or CHESS holdings statement) is

Sign Here – This section **must** be signed for your instructions to be executed

I/We authorise you to act in accordance with my/our instructions set out above.

Individual or Securityholder 1

Securityholder 2

Securityholder 3

Director

Director/Company Secretary

**Sole Director and
Sole Company Secretary**

Note: when signed under Power of Attorney, the attorney states that they have not received a notice of revocation. Galilee Energy Limited needs to sight a certified copy of the Power of Attorney which should accompany the return of this form.

Day/Date Month Year

***Terms and Conditions of Options
Attached***

EXERCISE INSTRUCTIONS

Payment shall be in Australian currency by EFT to the Galilee Energy Limited account:

NAB 308-322 Queen St Brisbane

BSB:084-004

Account:83-849-3291

Please use the Option Certificate number as the payment reference.

Or alternatively payment by Cheque made payable to Galilee Energy Limited and crossed "Not Negotiable".

The application for shares on exercise of the options with the appropriate remittance should be delivered or sent to The Company Secretary, Galilee Energy Limited at either Level 6, 167 Eagle Street Brisbane Qld 4000 or GPO Box 1944 Brisbane Qld 40001.

**All notices purporting to exercise the options need to be received before the expiry date which is
5:00pm (AEST) Thursday 31 December 2019.**

1.1 Exercise Price and Expiry Date

Each Attaching Option entitles the holder to acquire one fully paid ordinary share in Galilee Energy Limited (**Galilee**) (**Share**) on payment to Galilee of the sum of \$0.50 per Attaching Option (**Exercise Price**).

The Attaching Options are exercisable at any time prior to 5.00pm AEST on 31 December 2019 (**Expiry Date**). Attaching Options not exercised by 5.00pm AEST on the Expiry Date will automatically lapse.

1.2 Manner of Exercise

Attaching Options may be exercised by the holder delivering notice in writing signed by the registered holder of the Attaching Options to Galilee's registered office (**Exercise Notice**), together with payment (in cleared funds) to Galilee of the aggregate Exercise Price for the number of Attaching Options exercised.

Attaching Options can only be exercised in minimum increments of 10,000 Attaching Options, unless the delivery of an Exercise Notice would leave the holder with less than 10,000 Attaching Options in which case the holder must exercise all Attaching Options held by them.

1.3 Shares Issued on Exercise of Attaching Options

Upon the exercise of any Attaching Options, Galilee must, within 10 Business Days of receiving an Exercise Notice and all relevant documents and payments (in cleared funds):

- (a) issue Shares that rank equally with the then issued Shares on and from their date of issue; and
- (b) if Galilee's Shares are quoted on the ASX at the time of the exercise of any Attaching Options, apply to the ASX for the quotation of the Shares to be issued upon their exercise.

1.4 Quotation and Transfer

Galilee has not made, and will not make, any application to the ASX for quotation of the Attaching Options. However, the Attaching Options are transferable to any one or more third parties in any manner approved by the ASX of the *Corporations Act 2001* (Cth).

1.5 Participation Rights or Entitlements

The Attaching Options do not provide a right to participate in any new issue of securities or other entitlements offered to Shareholders during the term of the Attaching Options.

1.6 Bonus Issues

If, prior to the expiry of the Attaching Options, Galilee makes a bonus issue of Shares to Shareholders for no consideration, the number of Shares over which an Attaching Option is exercisable will be increased by the number of Shares which the holder would have received if the Attaching Option had been exercised before the date for calculating entitlements to the bonus issue.

1.7 Pro-Rata Issue

If, after the date of the issue of the Attaching Options and prior to the Expiry Date, Galilee announces a pro-rata issue of Shares to Shareholders, the exercise price of the Attaching Options will be reduced in accordance with ASX Listing Rule 6.22.2.

1.8 Capital reorganisation

If there is a reorganisation of the issued capital of Galilee (including any consolidation, subdivision, reduction, or return of capital), the rights of the holder of Attaching Options shall be changed to the extent necessary to comply with ASX Listing Rules at the time of the reorganisation.

1.9 Variation to terms

The terms of the Options shall only be changed if the holders of Shares approve such change. However, except as set out clauses 1.6, 1.7 and 1.8 of this Annexure A and as provided for in the Listing Rules, the terms of the Options shall not be changed to reduce the Exercise Price, increase the number of Options or change any period for exercise of the Options.