



Armour Energy Limited

26 March 2020

Corporate Finance Update: Noteholders Approve Amendments to the Secured Amortising Notes

Armour Energy Limited (ASX:**AJQ** or **Company**) is pleased to advise that holders (**Noteholders**) of the Company's \$55 million Secured Amortising Notes (**Notes**) have approved, by the requisite majority, the special resolution of Noteholders (the **Special Resolution**) to amend the Conditions of the Notes as per Armour's proposal, as outlined in the Company's previous market release of 12 March 2020.

In order for the Special Resolution to pass it required 75% of eligible Noteholders by value to vote in favour, and this was achieved with 96% by value voting in favour.

Approved Amendments

For the full terms of the approved amendments please refer to the Notice of Circulating Resolution of Noteholders and Explanatory Memorandum (**Notice**) that was attached to Armour's ASX Announcement of 12 March 2020.

The approved amendments included the following:

1. New Note principal amortisation schedule including 4 quarterly payments in the calendar year 2020 totalling approximately \$6m;
2. Further unscheduled amortisation payment arrangements to cover certain future asset disposals or further farm-in proceeds received from the Santos Farm-In Agreement;
3. Amendments to Financial Undertakings, including the Debt Service Cover Ratio, the Leverage Ratio and the Gearing Ratio;
4. Amendments to extend the Debt Lock Up Date to 31 December 2020;
5. The establishment of an EBITDA performance benchmark for the 2020 calendar year;
6. Amendments to certain Conditions (Financial Accommodation and Disposals) in connection with the Ugandan Oil Project;
7. Allow for the grant of certain Security interests and the provision of Financial Accommodation in relation to Joint Ventures; and
8. Amendments to permit voluntary early redemption of the Notes.

Commenting on the approval, Armour's Executive Chairman Mr Nicholas Mather stated:

"We thank the Noteholders for their support of the amendments to the Note conditions which will assist Armour with meeting the near term financial and operational challenges presented by the COVID-19 virus and its impact on international oil and gas markets."



This announcement is authorised by the Board of Directors

Karl Schlobohm

Company Secretary

For further information contact:

Karl Schlobohm – Company Secretary

07-3303 0661