

9 April 2019

Company Announcements Office
ASX Limited

Sale of Royalco's Weeks Royalty Interest ("Royalty Interest")

Royalco Resources Limited (ASX: **RCO**) (**Royalco**), in which Fitzroy River Corporation Limited (ASX: **FZR**) (**Fitzroy**) has a 47.76% shareholding and voting interest, has announced today that it has signed a sale agreement with Royal Energy Pty Ltd (**Royal Energy**), whereby the whole Royalty Interest held by Royalco will be acquired by Royal Energy for a cash price of \$5.8 million.

The Royalty Interest is a 1% interest in the Weeks Petroleum Royalty, a royalty which dates back to 1960 representing a 2.5% over-riding royalty on hydrocarbon production from the Bass Strait region of Australia.

The sale is subject to the following conditions:

- Royal Energy completing its funding arrangements for the acquisition; and
- Royalco shareholders approving the sale at an extraordinary general meeting (**EGM**).

Fitzroy has advised Royalco that, in the absence of a superior proposal, it currently intends to vote in favour of the various resolutions at the EGM.

Yours faithfully,



MALCOLM McCOMAS
Non-Executive Chairman