

ASX RELEASE

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Karoon successfully completes Retail Entitlement Offer

- The Retail Entitlement Offer has now been successfully completed, taking Karoon's total equity raised to approximately \$284 million.
- The retail shareholder take-up rate was 49% (including applications for additional new shares) with the remaining shortfall shares to be allocated to the underwriters and sub-underwriters.
- New shares issued under the Retail Entitlement Offer will commence trading on the ASX on 20 November 2019.

Karoon Energy Ltd (ASX: KAR) (**Karoon**) is pleased to announce the successful completion of the retail component of the 1 for 1.06 accelerated pro rata non-renounceable entitlement offer (**Retail Entitlement Offer**), as announced on 25 October 2019.

Summary of the Retail Entitlement Offer

The Retail Entitlement Offer opened on 30 October 2019 and closed on 12 November 2019, raising approximately \$109 million at \$0.93 per new share.

Under the Retail Entitlement Offer, eligible retail shareholders were able to take up their pro rata non-renounceable entitlement and apply for a further maximum additional 15% over and above their pro-rata entitlement (**Top-Up Facility**).

Eligible retail shareholders took up approximately 49% of the entitlements available under the Retail Entitlement Offer (including applications for additional new shares in excess of entitlements). All eligible retail shareholders who subscribed for additional new shares under the Top-Up Facility were allocated the full amount of their eligible application.

The remaining shortfall shares under the Retail Entitlement Offer will be taken up by the underwriters, Macquarie Capital and Royal Bank of Canada, and sub-underwriters.

Karoon Managing Director, Mr. Robert Hosking said "Thank you to previous and new shareholders for supporting the equity raise. Karoon's new cash position now funds Karoon for its acquisition of the producing Bauna oil fields and the drilling of the Marina exploration well. Karoon is pleased to have received such solid support from both existing shareholders and new investors.

We are looking forward to a very exciting operational phase, comprising production, development and exploration activities. This phase starts in early 2020 with many value defining milestones over the coming two years."

Allotment of shares

New shares to be issued in relation to the Retail Entitlement Offer are expected to be allotted on 19 November 2019 and commence trading on a normal settlement basis on 20 November 2019. Holding statements will be despatched on 21 November 2019.

Further Information

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