

## QUARTERLY REPORT December 2019

**31 January 2020**

Argo Exploration Limited  
ACN: 120 917 535  
Level 4, 100 Albert Road  
South Melbourne, Victoria 3205  
Australia

Phone: (61 3) 9692 7222  
Fax: (61 3) 9077 9233

[www.argoexploration.com.au](http://www.argoexploration.com.au)

Email  
[argoexploration@iinet.net.au](mailto:argoexploration@iinet.net.au)

### SUMMARY OF ACTIVITY

During the quarter, the Company announced the Placement of 20,000,000 fully paid ordinary shares at \$0.02 (2 cents) per share (together with 5,000,000 unlisted options exercisable at \$0.05 (5 cents) each with expiry 15<sup>th</sup> October 2021) to a strategic investor, LC Capital Limited ("LC") to raise \$400,000.

LC are a Hong Kong based private equity group, with an extensive network and deep local expertise in the Asia-Pacific region. Argo will be able to utilise LC's network to potentially further our business interests in multiple sectors, thereby creating more value for our shareholders.

The funds raised from the Placement will be used to explore and further develop corporate opportunities currently available to the Company, whilst maintaining its significant interest in London listed Oil & Gas Company Pantheon Resources Plc. Post placement, LC will hold a ~10% interest in Argo.

LC's management have given its approval for the Placement and have confirmed in writing that the funds for the Placement will arrive by Friday 7<sup>th</sup> February 2020. LC is fully committed to the Company and will work closely with the Company to create and deliver maximum value to all shareholders of the Company.

Concurrent with the Placement, Argo announced the appointment of Mr Jonathan Cheng as a Director of the Company. Jonathan brings with him a wealth of experience with more than two decades starting up new enterprises, of which 15 years were spent focusing on private equity. Jonathan is the Managing Partner of LC, and he sits on the board of a number of companies from property development, to venture capitalist across Asia-Pacific.

As previously disclosed in the Company's 2019 Annual Report and the September 2019 Quarterly Activities Report, the Company received a letter from ASX notifying that the Company will need to demonstrate adequate operations by 5 February 2020. ASX has advised that in their opinion, the Company's current operations, being solely the investment in Pantheon and holding no interest in resource tenements, are not sufficient to warrant the continued quotation of its securities. If the Company does not demonstrate adequate operations, in ASX's opinion, by 5 February 2020, then ASX may suspend the Company's securities from official quotation.

## QUARTERLY REPORT December 2019

The Board of Argo continues to review a number of new projects to augment its investment in Pantheon, in conjunction with exploring corporate opportunities currently available to the Company but has yet to find a project or opportunity that has the potential on a risk/reward basis that compares favorably to the upcoming drilling program of Pantheon.

As at the end of the December 2019 quarter Argo did not hold any interest in exploration licences.

More details on Pantheon can be found on the Pantheon website [www.pantheonresources.com](http://www.pantheonresources.com)

### **CORPORATE**

Cash and cash equivalents at the end of the December 2019 quarter stood at approximately \$38,000 with no secured debt while the value of the Pantheon Resources Plc investment as at the end of December 2019 amounted to approximately \$2.0 million.

In December 2019, the Company sold 100,000 shares in its listed investment Pantheon Resources Plc to fund general working capital. The consideration for the sale was \$28,744. The Directors considered that the sale of shares in Pantheon was the most cost-efficient, non-dilutive and expedient method available to it at the time.

The Board continues to review and evaluate potential corporate opportunities in the natural resource sector and is of the view that present market conditions will provide increased opportunities going forward at more sensible valuations than seen in recent years.

**-Ends-**

**For and on Behalf of the Board of Directors, and for further information please contact:**

Chris Martin  
Non-Executive Director  
+61 3 9692 7222

## QUARTERLY REPORT December 2019

### CORPORATE DIRECTORY

#### Board of Directors

Christopher Martin  
Justin Hondris  
Andrew Van Der Zwan  
Jonathan Cheng

#### Company Secretary

Melanie Leydin

#### Issued Share Capital

Argo Exploration Ltd has 182,970,000 ordinary shares currently on issue.

#### Pantheon

Argo continues to hold 6,500,000 fully paid ordinary shares in Pantheon Resources Plc.

#### Registered Office

Argo Exploration Limited  
Level 4, 100 Albert Road  
South Melbourne Victoria 3205  
Australia

Phone (61 3) 9692 7222  
Fax (61 3) 9077 9233  
[www.argoexploration.com.au](http://www.argoexploration.com.au)

Email  
[argoexploration@iinet.net.au](mailto:argoexploration@iinet.net.au)

#### Share Registry

Advanced Share Registry Ltd  
150 Sterling Highway  
Nedlands Western Australia 6009  
Australia

Phone (61 8) 9389 8033  
Fax (61 8) 9389 7871  
[www.advancedshare.com.au](http://www.advancedshare.com.au)

Please direct shareholding enquiries to the share registry