



16 April 2021

ASX ANNOUNCEMENT

## CVS Loan Agreement Assignment

Global Oil & Gas Limited ("GLV" or "the Company") (ASX: GLV) is pleased to announce that it has entered into a Deed of Assignment ("DOA") with Bath Resources Pty Ltd ("Bath") and Cervantes Corporation Limited (ASX: CVS) in relation to the loan agreement ("loan agreement") entered between GLV and CVS dated 23 July 2012 and as amended by a letter agreement dated 2 August 2018.

**Under the DOA GLV will receive total consideration of \$450,000 payable as follows:**

- An upfront \$35,000 non-refundable deposit.
- A further deferred payment of \$415,000 payable by no later than 31 May 2021

CVS has been under a long-term suspension from the ASX since 30 May 2019 and holding reported cash at hand of \$220,000 as at 31 Dec 2020. The current debt under the loan agreement has a face value of \$900,000, is interest free and repayable on the 8th June 2021, however can be extended for a further 12 months if 50% of the face value is repaid by the due date, along with a \$25,000 extension fee. Given the unlikelihood of repayment by CVS the carrying book value of the CVS loan over the years has been reduced and in the latest GLV 2020 Dec Half Year accounts has a carrying book value of **\$340,265.**

Global Oil & Gas Executive Director Mr Patric Glovac commented: *"This is a good result for GLV shareholders in being able to hopefully realise value of \$450,000, being significantly above the current book value, for a loan which was approved and entered into by the previous board of GLV to CVS (which at the time shared common directors in Colin and Justin Vost). The loan was then amended by the common directors reducing the face value to \$900,000, repayable with 24 months notice and interest free."*

Both Bath and CVS are unrelated entities to the Company.

Authorised by the board of Global Oil & Gas Limited

**For further information please contact:**

Patric Glovac

**Executive Director**

[info@globaloilandgas.com.au](mailto:info@globaloilandgas.com.au)