



## Jade Successfully Completes A\$6.7 million Institutional Placement

- **Oversubscribed Institutional Placement raising approximately A\$6.7 million**
- **Funding to be primarily used for:**
  - **Accelerating exploration and appraisal works at the TTCBM Project**
  - **Long lead items for 2023 Pilot Production program**
  - **Wells and seismic for recently acquired Shivee Gobi and Eastern Gobi permits**
  - **Corporate and administration costs**
- **Institutional Placement cornerstoned by existing shareholder UB Metan LLC for \$1.0 million**

Jade Gas Holdings (ASX:**JGH**, **Jade** or the **Company**) is pleased to advise that it has received firm commitments of approximately A\$6.7 million (A\$6.3 million after costs) through a placement of shares to institutional and sophisticated investors (**Placement**). The Placement was undertaken at an issue price of \$0.052.

Peloton Capital Pty Ltd (**Peloton**) and MST Financial Pty Ltd (**MST**) acted as Joint Lead Managers to the Placement.

The funds received from the Placement will predominantly be used to accelerate exploration and appraisal activities, such as:

### **TTCBM Project 2022 program (A\$3.3 million)**

- Drilling of two appraisal wells in the Red Lake area and three exploration wells in the east of the permit, along with testing and camp costs
- Extended production testing of Red Lake-5 and Red Lake-6

### **2023 Long Lead Items (A\$0.5 million)**

- Long lead items for drilling and pilot production program for 2023
- Items include casing, well heads, pumps and pipe

### **Shivee Gobi Permit (A\$0.3 million)**

- Desktop analysis to identify drill targets
- Two potential exploration wells

#### **Jade Gas Holdings Ltd**

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#### **Directors**

Dennis Morton  
Chris Jamieson  
Joseph Burke  
Daniel Eddington  
Peter Lansom

Non-Executive Chairman  
Managing Director and CEO  
Executive Director  
Non-Executive Director  
Non-Executive Director

**Eastern Gobi Permit (A\$0.3 million)**

- Desktop analysis to identify 2D seismic survey area and drill targets
- 2D seismic survey and one potential exploration well

**Corporate and administration (A\$2.3 million)**

Costs associated with the capital raising, Adelaide and Mongolian office costs

**Jade Managing Director and Chief Executive Officer, Chris Jamieson, said:**

*"With the strong results from our drilling program at the TTCBM Project to date, we will continue to accelerate and expand exploration and appraisal activities at not just our TTCBM Project, but also at our recently acquired Shivee and Eastern Gobi permits.*

*It is very pleasing to see such strong support from institutional and sophisticated investors for the Institutional Placement, as well as our cornerstone shareholder UB Metan LLC, with whom we recently signed an MOU.*

*Funds raised will be used to support the recently approved 2022 drilling and extended production programs, desktop work and wells at both the Shivee Gobi and Eastern Gobi permits, long lead items for the 2023 drilling and pilot production programs, capital raising costs and corporate costs."*

**Capital Raising Terms**

Shares in the Placement will be placed with institutions and sophisticated/professional investors (who qualify under s.708(8) to (12) of the Corporations Act). The Placement was Joint Lead Managed by Peloton and MST and will comprise 128.0 million shares at a price of \$0.052 per share for a total of \$6,656,000 (**New Shares**).

The Placement will be conducted in two tranches. Tranche 1 will be the issue of 125,000,000 New Shares to raise A\$6,500,000 (before costs), utilising the Company's placement capacity pursuant to ASX Listing Rule 7.1. These shares are expected to be allotted and to commence trading on 5 May 2022. Tranche 2 will be the issue of 3,000,000 New Shares to related parties to raise \$156,000 (before costs), which will be subject to Shareholder approval at the Annual General Meeting, as required by ASX Listing Rule 10.11. These shares will be issued within one month of receiving Shareholder approval.

The Placement price of \$0.052 per share represents a discount of 20.0% to the Company's last closing price of \$0.065 on 22 April 2022 and a 12.0% discount to the 30-day Volume Weighted Average Price up to and including 22 April 2022. Settlement of the Placement is expected to occur on 4 May 2022, with the New Shares expected to be allotted and to commence trading on 5 May 2022.

The Company will apply for quotation of the New Shares issued under the Placement on the ASX, which will rank equally in all respects with existing Jade fully paid ordinary shares.

**Capital Raising Timetable**

Trading Halt and Placement conducted	Pre-Market Tuesday, 26 April 2022
Trading Halt lifted and announcement of Placement	Pre-Market Thursday 28 April 2022
Settlement of New Shares under the Placement	Wednesday, 4 May 2022
Lodgement of Cleansing Prospectus with ASX and ASIC	Thursday, 5 May 2022
Issue (and normal trading) of New Shares issued under the Placement	Thursday, 5 May 2022

All dates and times are indicative only. The commencement and quotation of New Shares is subject to confirmation from ASX. Subject to the requirements of the Corporations Act, the ASX Listing Rules and other applicable rules, the Joint Lead Managers and the Company reserves the right to amend this timetable at any time, either generally or, in particular cases, without notice. The Cleansing Prospectus is required to remove any trading restrictions on the New Shares.

**Investor Presentation**

Further details of the capital raising are detailed in the investor presentation released on the ASX platform today.

**- ENDS -**

**Authorised for release on behalf of the Board by Joseph Burke, Executive Director.**

**For further information contact:**

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## About Jade Gas Holdings Ltd

Jade is a gas exploration company focused on CBM potential of Mongolia. Jade's flagship project is the Coal Bed Methane gas project over the PSA area of Tavantolgoi XXXIII unconventional gas basin. Jade will operate and manage the project through its subsidiary Methane Gas Resource LLC (**MGR**), a joint venture (**JV**) company partnering with Erdenes Methane LLC (**EM**), the representative company of the Mongolian Government. The JV was formed with the intention to explore, develop and produce gas from the TTCBM Project located in the South Gobi region of Mongolia.



Jade's JV partner, EM, was awarded the PSA over the TTCBM Project area in April 2020, after completion by MGR of the requirements of a Prospecting Agreement (**PA**) held by JV partner EM over the area. In accordance with the JV agreements, Jade managed, operated and fully funded the fulfillment of the PA requirements during that period. Following approval by the Cabinet of Mongolia in October 2020, the PSA rights and obligations were fully transferred to the JV company MGR.

Jade recently acquired two new prospective CBM permits, Shivee Gobi and Eastern Gobi. Both permits cover an area of over 18,000km<sup>2</sup> and are well located within existing coal basins and near coal deposits and mines.

It is the strategy of Jade to seek to develop all of its projects so that gas produced may, in the long-term, provide a reliable supply option to the oil and gas product market and the power sector in Mongolia, both to the capital city of Ulaanbaatar and also regional areas. Achievement of this strategy would partially displace the imported gas and gas liquid products, reduce higher carbon emitting fuel sources such as coal and diesel, the result of which would be the improvement in air quality of Ulaanbaatar city and other towns.

Supporting Mongolia's energy transition is a key priority for Jade, and success will result in:

- Improving Mongolia's energy independence
- Supporting Mongolia's significant future energy demand growth
- Decarbonizing the economy by improving the energy mix with cleaner fuel sources
- Environmental and health benefits for the people and country of Mongolia.