

## **KINETIKO COMPLETES ACQUISITION OF AFRO ENERGY**

### **HIGHLIGHTS**

- **Kinetiko completes the acquisition of 51% interest in Afro Energy and now holds 100% interest in Afro Energy**
- **Afro Energy is the South African incorporated entity holding the exploration rights to the flagship Amersfoort Gas Project**
- **Board of Director changes made following completion of the Acquisition**

Kinetiko Energy Ltd (ASX: KKO) (**Kinetiko** or the **Company**) is pleased to advise that it has completed the acquisition of the 51% interest in Afro Energy (Pty) Ltd (**Afro Energy**) from its joint venture partner, Badimo Gas (Pty) Ltd (**Badimo**), through the issue of 495,482,590 fully paid ordinary shares issued in the Company (**Consideration Shares**) to underlying Badimo shareholders (**Acquisition**).

Kinetiko now holds 100% of the issued capital of Afro Energy following completion of the Acquisition and, in turn, 100% of the exploration rights to the flagship Amersfoort Gas Project.

Kinetiko's Executive Chairman, Adam Sierakowski commented on the Acquisition:

"Years of significant cooperation between the Badimo and Kinetiko teams have today achieved a unification of the South African assets. This merger unlocks significant value by de-risking the project, opening access to additional funding and corporate opportunities, and providing operational and development efficiencies. We welcome on to the Kinetiko board Badimo founder and largest shareholder, Don Ncube and fellow Badimo shareholder Rob Bulder who had been instrumental in securing the merger completion."

### **Board of Director changes**

In association with the Acquisition, and as approved by shareholders at the Company's recent general meeting on 23 June 2023, two nominee directors of Badimo, Mr Donald Ncube and Mr Robert Bulder, will be appointed to the Company's Board of Directors effective immediately.

## Indicative Capital Structure

The capital structure of the Company following the issue of Consideration Shares and completion of the Acquisition is as follows:

Security	Number
Existing Shares	852,785,744
Consideration Shares	495,482,590
<b>Total Shares Post Restructure</b>	<b>1,348,268,334</b>
Options	3,000,000
<b>Fully Diluted</b>	<b>1,351,268,334</b>

**-ENDS-**

This announcement is authorised for release to the market by the Board of Directors of Kinetiko Energy Limited.

For more information visit: [www.kinetiko.com.au](http://www.kinetiko.com.au) or contact,

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### About Kinetiko Energy and Afro Energy

Kinetiko Energy is an Australian gas explorer focused on advanced shallow conventional gas opportunities in rapidly developing markets in South Africa. South Africa has extensive gassy coal basins, widespread energy infrastructure and growing gas demand. The Company has achieved maiden gas reserves and a 6Tcf 2C contingent resources and large potential exploration area, comprising approximately 6,000km<sup>2</sup> of granted and applied exploration rights.

The Company's vision is to commercialise an energy transition solution for South Africa.

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