
Transerv joins producer ranks following completion of Canadian acquisition

- **Transerv Energy Ltd (ASX: TSV) has completed the acquisition of a 20% working interest in Point Loma Resources Ltd's ("Point Loma") assets in Alberta, Canada.**
- **TSV net production 180 boe/d and tolling income through ~70MMcf/d gas plant (50MMcf/d spare capacity), compressors, tank farms, production facilities, pipelines and associated infrastructure.**
- **In the past nine months Point Loma has increased gross production to 900 boe/d (25% liquids) up from 135 boe/d.**
- **1P reserves of 3.9MMboe and 2P reserves of 4.98 MMboe (0.78MMboe and 0.996 MMboe net to TSV).**
- **Over the next 12 months TSV's investment is expected to:**
 - **double production;**
 - **materially increase 1P reserves;**
 - **fund additional acquisitions which have already been identified.**

Oil and gas company, Transerv Energy Limited (ASX:TSV) ("Transerv" or "the Company") is pleased to announce that it's 100% owned subsidiary, Salt Bush Energy Ltd, has executed the final documentation with regards to the acquisition of a 20% working interest in Point Loma Resources' (TSXV:PLX) land, property, equipment and production facilities in Alberta Canada (for full details, see ASX announcement dated 11 April 2017) and paid the final instalment of AUD\$3.4 million (CAD\$3.5 million). TSV's investment (total C\$5 million) will be spent "in-the-ground" and applied to fund joint venture activities.

Transerv and Point Loma have now finalized the work program for the next six months. This program will include drilling of wells, well workovers, well tie-ins and the acquisition of additional producing properties. A particular focus of future work will be bringing online previously stranded wells which can now be brought on line through the Joint Venture's pipeline system. Both Transerv and Point Loma have an objective of doubling production over this period.

Managing Director, David Messina stated *"With this transaction, Transerv has joined the ranks of ASX-listed energy producers. We are excited to be operating in two tier-one countries, with production that will underpin our growth plans"*.

"It is rare in the energy space that an acquisition presents itself where there is existing production with the potential to double from existing shut in and behind pipe reserves. Add to this the new wells which we will be drilling and the company is predicting a rewarding and successful second half of the year with higher production and lower operating costs."

For further information:

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About Transerv Energy

Transerv Energy Limited (ASX:TSV) is an ASX-listed energy producer and explorer with assets in Canada and Australia.

In Canada, the Company holds a 20% working interest in Point Loma Resources Limited's production assets and associated facilities in greater Paddle River Alberta Canada, via a joint venture with TSXV-listed Point Loma Resources Limited. There is well-established production within the greater Paddle River region with existing gas processing facilities and transport pipelines into markets. Transerv's aim for the brownfields greater Paddle River are is to significantly increase oil and gas production through the workover and tie in of behind pipe reserves and horizontal development drilling.



In Western Australia, Transerv has agreed to fund 20% of the Xanadu-1 exploration well to earn 15% of the Xanadu prospect and TP15. The Joint Venture with permit owner Norwest Energy, Triangle Energy Group and 3C Group plans to drill Xanadu-1 in H2-2017.

Through Latent Petroleum, Transerv holds a majority interest (57%) in the Warro Gas Project approximately 200 kilometres north of Perth. Aluminium company Alcoa of Australia is Latent's joint venture partner holding the remaining 43% project interest. The farm-in program includes a drilling program and seismic surveys that could see Alcoa earn a total 65% interest with Transerv retaining a 35% interest.

ASX Code: TSV
Issued Shares: 835m

Market Capitalisation: A\$8.4m
Cash (as at 31 March 2017): A\$9.6m

The Qualified Reserves and Resources Evaluator Statement

The information in this report that relates to the oil and gas reserves of Point Loma Resources Ltd was compiled by technical employees of McDaniel and Associates Ltd a leading independent Canadian Petroleum Consulting Firm, and subsequently reviewed by Mr Stephen Keenihan BSc (Hons) Geology/Geophysics, whom have consented to the inclusion of such information in this report in the form and context in which it appears. Mr Keenihan is consulting to the Company and has more than 40 years relevant experience in the petroleum industry and is a member of The Society of Petroleum Engineers (SPE). The reserves included in this report have been prepared using definitions and guidelines consistent with the 2007 Society of Petroleum Engineers (SPE) / World Petroleum Council (WPC) / American Association of Petroleum Geologists (AAPG) / Society of Petroleum Evaluation Engineers (SPEE) Petroleum Resources Management System (PRMS). There sources information included in this report are based on, and fairly represents, information and supporting documentation reviewed by Mr Keenihan. Mr Keenihan is qualified in accordance with the requirements of ASX Listing Rule 5.41 and consents to the inclusion of the information in this report of the matters based on this information in the form and context in which it appears.

The Company confirms that that it is not aware of any new information or data that materially affects the information included in the relevant market announcement and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.