

ASX ANNOUNCEMENT

28 March 2018

CEASING TO BE A SUBSTANTIAL SHAREHOLDER - SANTO

Otto Energy Limited (ASX:OEL) ("Otto" or the "Company") advises that one of its substantial shareholders, Santo Holding AG ("Santo") has divested its shares in Otto via an institutional sell down facilitated by Morgans Financial.

The share crossing has resulted in a number of new institutional shareholders joining Otto's register which is a strong endorsement of the Company's US strategy, management team and the flagship SM 71 oil project in the Gulf of Mexico.

Otto would like to thank Santo for its support of the Company, Board and management team over a period of more than 10 years. This period included the successful turnaround, redevelopment and sale of the Otto's operating stake in the Galoc field in the Philippines and more recently leading to its return to the ranks of an oil producer through the SM 71 oil development.

Otto's Chairman, John Jetter, commented: *"Santo has been a long term, supportive shareholder of Otto. Santo indicated that their decision to divest their shareholding was driven by changes within their investment portfolio. We thank Santo for their support over many years and welcome a number of new shareholders to the Company."*

"The sale coincides with Otto's return to production as we look to focus the business on the Gulf of Mexico shelf, where we are building a production base around low cost, high liquids content, conventional assets."

Santo's Form 605 is attached.

Contact: Matthew Allen Managing Director & CEO +61 8 6467 8800 info@ottoenergy.com	Media: Yvonne Ball Citadel-MAGNUS +61 8 6160 4910
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Form 605Corporations Act 2001
Section 671B**Notice of ceasing to be a substantial holder**To Company Name/Scheme Otto Energy Limited ("Otto")ACN/ARSN 107 555 046**1. Details of substantial holder(1)**Name Santo Holding AG ("Santo")ACN/ARSN (if applicable) N/AThe holder ceased to be a substantial holder on 27 / 03 / 2018The previous notice was given to the company on 28 / 11 / 2017The previous notice was dated 27 / 11 / 2017**2. Changes in relevant interests**

Particulars of each change in, or change in the nature of, a relevant interest (2) of the substantial holder or an associate (3) in voting securities of the company or scheme, since the substantial holder was last required to give a substantial holding notice to the company or scheme are as follows:

Date of change	Person whose relevant interest changed	Nature of change (4)	Consideration given in relation to change(5)	Class (6) and number of securities affected	Person's votes affected
27/03/2018	Santo	Sale	\$13,305,091.64	241,910,757	241,910,757
				Ordinary shares (OEL)	

3. Changes in association

The persons who have become associates (3) of, ceased to be associates of, or have changed the nature of their association (7) with, the substantial holder in relation to voting interests in the company or scheme are as follows:

Name and ACN/ARSN (if applicable)	Nature of association

4. Addresses

The addresses of persons named in this form are as follows:

Name	Address
Santo	c/- Santo Holdings AG, Bundesplatz 2, 6300, Zug, Switzerland

Signature

print name

Barbara MERZ

capacity

Board member / CEO

sign here

BS. MERZ

date

03 / 27 / 2018