

# ***RAVEN ENERGY LIMITED***

**3 August 2018**

## **RAVEN ENTERS AGREEMENT FOR DIVESTMENT OF REMAINING BOTSWANA ASSETS**

Raven Energy Limited (**Raven** or the **Company**) is pleased to advise that it has entered a non-binding agreement to divest itself of its remaining assets in Botswana.

Following the sale of the Company's Serowe Basin prospecting licences to Strata-X Australia Pty Ltd (see Company announcement of 6 March 2018), the Company retained its non-core, central Kalahari Karoo basin prospecting licences PL 644/2009 and PL 645/2009 (**Kalahari Licences**).

The Kalahari Licences are the remaining licences the Company holds as part of its Coal Bed Methane Project in Botswana. The Kalahari Licences make up part of the Northern Coal Bed Methane Project with an area of 1,132km<sup>2</sup>. The Kalahari Licences are strategically placed in the Kalahari Karoo basin which is in the early stages of field development with significant exploration programmes being conducted by neighbouring global energy companies. The Company does not currently have a planned exploration program for them.

During recent months, the Company has conducted negotiations with prospective purchasers surrounding the potential divestment which have now culminated in the execution of a non-binding agreement with Acumen Diamonds (Proprietary) Limited (**Acumen**), pursuant to which Acumen will acquire the Kalahari Licences from Raven in exchange for a 1.5% net royalty over the Kalahari Licences (**Transaction**).

Acumen is an entity related to Tom Fontaine a former director of Magnum Gas and Power Limited.

The Transaction will be subject to the parties entering into a legal binding sale and purchase agreement and the execution of a royalty deed (**Agreements**). The Agreements will contain conditions and clauses customary for transactions of this nature and otherwise to be agreed between the parties. The Company anticipates that these agreements will be finalised during the September quarter.

The Transaction is subject to the following conditions precedent:

- Raven ensuring that the Kalahari Licences are in good standing, including all rents, fees, rates and other payments being paid up to the date of completion.
- Acumen undertaking to, for the duration of the royalty agreement relating to the Kalahari Licences:

ACN 107 708 305  
Raven Energy Limited  
Level 11, 52 Phillip Street, Sydney NSW 2000  
GPO Box 225, Sydney NSW 2001  
Telephone: +61 2 8316 3994  
Facsimile: +61 2 8316 3999  
[info@magnumgasandpower.com](mailto:info@magnumgasandpower.com)

- observe the legislative provisions relating to the Kalahari Licences, including lodging all required reports, paying all fees, rents, rates and other royalties and taxes relating to them;
  - making best endeavours to renew and extend each of the Kalahari Licences as and when they become due for renewal and extension in accordance with the relevant laws;
  - not permit the creation of any encumbrance, or sell or assign or deal with or dispose of the whole or any part of its interest in the Kalahari Licences, without Raven's consent.
- The execution of a royalty deed.
- Each party obtaining any approvals as required to give effect to the Transaction.

### **Company Update**

The Company will remain in voluntary suspension pending finalisation of its ongoing negotiations with respect to a potentially significant and strategic US domiciled energy acquisition. The Company anticipates finalising these discussions in the September quarter. The lifting of the voluntary suspension is conditional upon the Company providing to the satisfaction of ASX an independent legal review of the consulting arrangement between REL and Ochre Group Holdings Limited; demonstration of compliance with Listing Rule 12.2; and confirmation of receipt of convertible note subscription funds from its Chairman. The convertible note will be subject to shareholder approval.

Yours faithfully,



Nathan Featherby  
Executive Chairman

### **About Raven Energy Limited**

Raven Energy Limited is an Australian-based energy and gas resources exploration and development company, working to develop gas exploration and production projects. The Company is currently focused on its Tulainyo Gas Project in the Sacramento Basin California. The Company's goal is to create exceptional value for shareholders through expanding and developing its energy and gas interests both in Australia and internationally.