

RAVEN ENERGY LIMITED

21 January 2019

CALIFORNIA UPDATE

Raven Energy Limited (**Company** or **Raven**) is pleased to provide the following update relating to activities in the Sacramento Basin, California.

As previously disclosed, Raven has entered into a Confidentiality Agreement (**CA**) with California Resources Production Corporation (**Operator**) to provide access to proprietary data and interpretations and evaluate investment in various projects in Northern Sacramento Basin (**Sacramento Basin Projects**).

Representatives of the Company recently travelled to Bakersfield, California to further these discussions and look forward to successful completion of due diligence activities in the coming weeks.

The Company will provide a further update should the Company enter into binding terms in respect of an agreement covering the Sacramento Basin Projects.

Dempsey Divestment

The Company also advises it has agreed to terms with Sacgasco Limited (**SGC**) to divest of its interest in the Dempsey Project, held via 100% owned subsidiary Bombora Natural Energy Pty Ltd (**Bombora**), (**Dempsey Gas Project**).

The key commercial terms of the divestment are as follows:

- Outstanding JV expenditure of A\$79,000 has been paid by Bombora to SGC. Such funds were paid out of the Company's existing loan facilities, including the previously announced loan agreement with Executive Chairman, Nathan Featherby. Such loan is unsecured and interest free.
- SGC to issue 2,000,000 ordinary fully paid shares to the Company, which will be subject to 12-month escrow.
- SGC to waive any and all of Bombora's rehabilitation or environmental obligation or liabilities relating to the Dempsey Gas Project.

Proposed Share Purchase Plan

The Company is proposing to initiate a Share Purchase Plan (**SPP**) to raise up to a maximum A\$1,000,000 at a price of \$0.001 per share, with participants receiving one free attaching option for every two shares subscribed for under the SPP. The attaching options will form a new class of options and will be exercisable at a price of \$0.001 each, with an expiry date being one year from the date on which they are issued. The record date for determining shareholder eligibility for participation in the SPP is 15 January 2019.

Directors, Mr Nathan Featherby and Mr David Scoggin have agreed to participate in any shortfall allotment, subject to shareholder approval sort at the upcoming Annual General Meeting, scheduled to occur on 22nd February 2019.

The SPP is not currently underwritten, however, the Company is considering underwriting options. Details of the proposed SPP and participation instructions, including a prospectus, will be sent to eligible shareholders in early February 2019.

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Current Projects

The below table sets out Raven's project interests, as at the date of this announcement:

Project	Status
Tulainyo Gas Project	Raven to acquire a 10% interest in Tulainyo Project following completion of required payments (see announcement dated 30 November 2018).
Botswana – Kalahari Basin (Prospecting Licences 644/2009 and 645/2009)	100% owned. The subject of a non-binding agreement, pursuant to which the Company will sell these assets to Acumen Diamonds (Proprietary) Limited, as announced on 3 August 2018).



Nathan Featherby
Executive Chairman
Raven Energy Limited