

# ***GASFIELDS LIMITED***

19 March 2019

## **GASFIELDS ACQUIRES ROYALTY INTEREST IN WALYERING GAS PROJECT IN PERTH BASIN**

- Gasfields to acquire 1.5% wellhead royalty payable over 50% of any production from EP447 (**Wellhead Royalty**).
- Gasfields has signed a binding Deed of Assignment of Royalty with ASX listed Green Power Energy Limited (ASX:GPP) to acquire Green Power Limited's Wellhead Royalty, being the proportionate share of the tenement held by GCC Methane Pty Ltd. EP447 makes up the Walyering Project and is located in the Perth Basin.

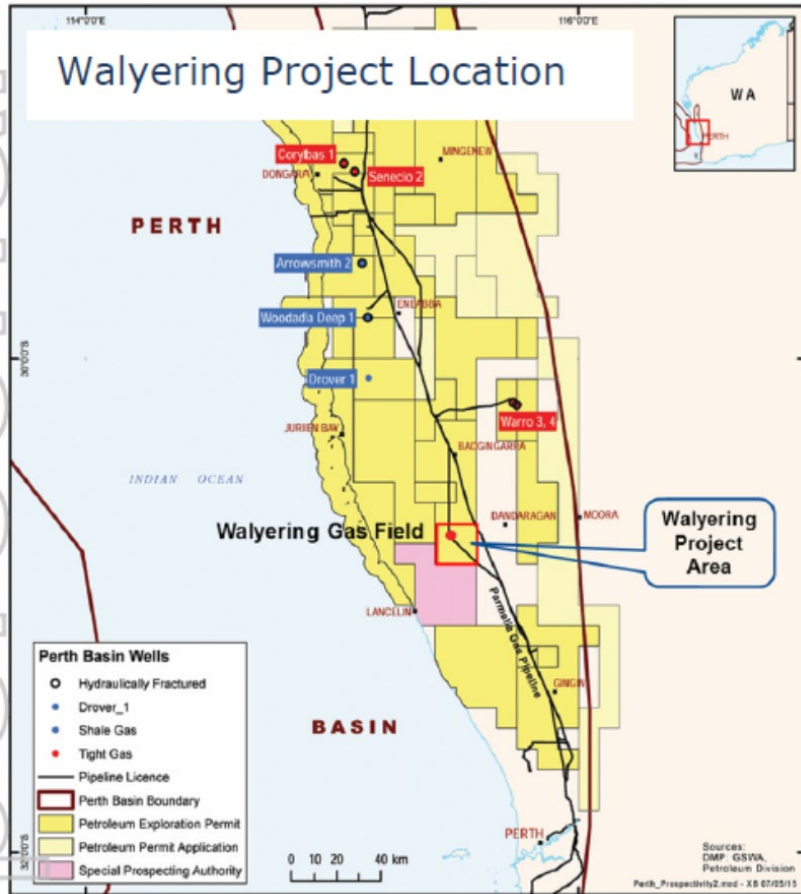
### **Summary**

Gasfields Limited (ASX: GFS) (**Gasfields** or **Company**) is pleased to announce that it has executed a binding Deed of Assignment of Royalty (**DAR**) with ASX listed Green Power Energy Limited (ASX:GPP) (**Green Power**) to acquire Green Power's 1.5% wellhead royalty over 50% of any production from EP447 (**Tenement**), being the proportionate share of the Tenement held by GCC Methane Pty Ltd (a wholly owned subsidiary of ASX listed Strike Energy Limited (ASX:STX), via its ownership of United Energy Limited) (**GCC Methane**) (**Royalty Acquisition**).

EP447 located in the Perth Basin western Australia makes up the Walyering Project is one of a number of early gas discoveries by West Australian Petroleum Pty Ltd in the early 1970's, and has only been partly produced (**Walyering Project**).

The Walyering Project is currently subject to a Joint Venture between ASX Listed Pancontinental Oil & Gas NL (ASX: PCL) (**Pancontinental**) and UIL Energy Limited (**UIL**)( a wholly owned subsidiary of ASX listed Strike Energy Limited (ASX:STX)). Pancontinental is currently processing an application to conduct a 90km<sup>2</sup> 3D seismic survey, which is currently subject to environmental, native title and land holder approvals (**Seismic Survey**).

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## Terms of the Acquisition

Under the DAR, the Company has agreed to purchase the Wellhead Royalty free of encumbrances from Green Power for the following consideration:

- (a) cash consideration of \$250,000 payable to Green Power within five (5) days of the Company providing notice to Green Power that it wants to progress the transaction following its due diligence enquiries (**Tranche 1**);
- (b) cash consideration of \$125,000 payable to Green Power:
  - (i) within five (5) days of completion and release of the results of the Seismic Survey; or
  - (ii) Within one hundred and twenty (120) days of execution of the DAR,

whichever is earlier (**Tranche 2**); and

- (c) cash consideration of \$125,000 payable to Green Power within 30 days of commercial production being achieved (**Tranche 3**).

Title, ownership and risk in the Wellhead Royalty will pass to the Company upon the Company completing payment of Tranche 2 (**Ownership**).

Upon completion of the Seismic Survey or 120 days from execution of the DAR, whichever is earlier, the Company will have the option to make the Tranche 2 payment or withdraw from the Royalty Acquisition, subsequently relinquishing any Ownership in the Wellhead Royalty (**Withdrawal**). In the event that the Company proceeds with the Withdrawal, the Tranche 1 payment will not be refundable.

The Company also has a due diligence period of thirty (30) days of which it is entitled to complete legal and technical due diligence on the Wellhead Royalty (**Due Diligence Period**). If the Company discovers an issue during its due diligence investigation it must give Green Power seven (7) days' notice prior to the end of the Due Diligence Period to be able to rectify the issue (**Due Diligence Issues**). The Company must within the Due Diligence Period provide notice to Green Power in writing its intention to progress with the Transaction, and can only withdraw if the Due Diligence Issues cannot be remedied by Green Power.

As per the Company's announcement dated 19 April 2018, Raven has access to a \$500,000 loan facility provided by executive director Nathan Featherby which can be called upon at any time and used for project and or working capital purposes (**Loan Facility**). Subject to the Due Diligence enquiries proving satisfactory to the Company and the Company deciding to progress the Transaction, the Company intends to call on the Loan Facility to satisfy the Tranche 1 consideration. Mr Featherby has advised that the Loan Facility can be increased up to \$750,000.

The Company will keep the market informed as the Royalty Acquisition progresses.

Yours faithfully,



Nathan Featherby  
Executive Chairman  
Gasfields Limited

### **About Gasfields Limited**

Gasfields 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.