

10 September 2019

Dear Shareholder

Fully Underwritten Non-Renounceable Pro-Rata Entitlement Offer to raise 2.7m

As originally announced on 4 July 2019 and again on 10 September 2019, Pura Vida Energy NL (ASX:PVD) (to be renamed "Ansila Energy NL") (**PVD** or the **Company**) will be undertaking a fully underwritten non-renounceable entitlement offer of one (1) fully paid ordinary share (**Share**) for every two (2) Shares held by Eligible Shareholders (defined below), at an issue price of \$0.018 per Share to raise \$2,732,098 (**Entitlement Offer**). The Entitlement Offer is fully underwritten by CPS Capital Group Pty Ltd (**CPS**).

A prospectus containing information in respect of the Entitlement Offer was lodged with the Australian Securities and Investments Commission on 10 September 2019 (**Prospectus**).

The Entitlement Offer is being undertaken in conjunction with a placement to sophisticated investors in the amount of 55,555,555 Shares at an issue price of \$0.018 per Share to raise \$1,000,000 (**Placement**). The Placement was recently completed on 15 July 2019.

The Entitlement Offer is being made to all shareholders of the Company named on its register of members as at 5:00pm (WST) on 16 September 2019 (**Record Date**), whose registered address is in Australia and New Zealand (**Eligible Shareholders**).

In consideration for its services as Underwriter and lead manager, CPS will receive:

- (a) 25,000,000 Shares in the Company issued at a deemed issue price of A\$0.018 per share by way of a corporate advisory fee;
- (b) 6% broker fee associated with the Entitlement Offer and Placement (A\$223,926); and
- (c) 20,000,000 options exercisable at 4 cents expiring on or before 31 December 2022 (**Options**).

The Shares and Options to be issued to CPS are the subject of shareholder approval at the Company's upcoming general meeting.

Funds raised under the Entitlement Offer (together with funds raised under the Placement) will be allocated towards the proposed work programmes on the Gora and Nowa Sol projects located in onshore Poland to which the Company is proposing to earn a 35% interest, together with costs of the Entitlement Offer and Placement and for working capital purposes. Refer to the table below for further details.

Use of Funds

The proceeds of the Entitlement Offer (and the Placement) are proposed to be allocated as follows:

	\$ (AUD)	%
<u>SOURCE OF FUNDS</u>		
PVD available cash as at 1 July 2019	5,795,000	61
Gross proceeds from Capital Raisings	3,732,098	39
TOTAL	9,527,098	100
<u>ESTIMATED APPROXIMATE USE OF FUNDS¹</u>		
Work Programme for Gora Licence ^{1,2}	3,900,000	41
Work Programme for Nowa Sol Licence ^{1,3}	2,250,000	24
Capex Sub-Total	(6,150,000)	(65)
Costs of the Capital Raisings ⁴	300,000	3
Corporate Costs, Other Projects and Working Capital ^{5,6}	3,077,098	32
TOTAL	9,527,098	100

Notes:

1. Based on an exchange rate of 1AUD: 0.55GBP.
2. Free carry Gemini Resources Limited (**GRL**) and sole fund a two-stage proppant fracture stimulation and flow test of the Siciny-2 well up to a total gross value of £2.15 million (A\$3.9 million). The work program will include operations design and preparation, site and well preparation, frack, completion, testing and operations supervision.
3. Free carry GRL and sole fund a single stage proppant fracture stimulation and flow test on the Jany-C1 well up to total gross value of £1.23 million (A\$2.25 million). The work program will include operations design and preparation, site and well preparation, frack, completion, testing and operations supervision. Funding specifically excludes any working interest in the Czaslaw SL-1 and Lelechow SL-1 wells.
4. Refer to Section 10.7 of the Prospectus for further details relating to the estimated expenses of the Entitlement Offer.
5. Expenditure on other projects includes approximately \$326,000 the Company has invested into a UK private entity, Hartshead Resources Ltd which is undertaking an application process to acquire certain prospective oil & gas licences in the South North Sea, offshore United Kingdom.
6. Funds allocated to corporate costs and working capital will be used for administration fees, Director's remuneration and obligatory overheads.

The above tabled expenditures represent a statement of current intentions as of the date of the Prospectus. As with any budget, intervening events and new circumstances have the potential to affect the manner in which the funds are ultimately applied. The Board reserves the right to alter the way funds are applied on this basis.

All of the Shares offered under the Entitlement Offer will rank equally with the Company's existing Shares on issue.

Following completion of the Entitlement Offer and Placement, and assuming all Entitlements are accepted:

- (a) the Company's cash reserves will increase by \$3,732,098 (before deducting the estimated expenses of the Entitlement Offer); and
- (b) the number of Shares on issue in the Company will increase from 303,566,424 Shares as at the date of the Prospectus, to 455,349,636 Shares.

Prospectus

A copy of the Prospectus together with an Entitlement and Acceptance Form will be sent to Eligible Shareholders by 18 September 2019, and will be made available on the Company's website www.puravidaenergy.com.au. Your Entitlement (**Entitlement**) will be set out on the personalised Entitlement and Acceptance Form accompanying the Prospectus.

For the purposes of calculating each Eligible Shareholders' Entitlement, fractions of Entitlements will be rounded up to the nearest whole number.

Eligible Shareholders should read the Prospectus in full in deciding whether to subscribe for Shares. Any Eligible Shareholder who wishes to acquire Shares under the Entitlement Offer will need to complete, or otherwise apply in accordance with, the personalised Entitlement and Acceptance Form that will accompany the Prospectus.

Any Entitlement not taken up pursuant to the Entitlement Offer will form part of the shortfall offer (**Shortfall Offer**). The Shortfall Offer is a separate offer pursuant to the Prospectus and will remain open for up to three months following the closing date of the Entitlement Offer. The issue price for each Share to be issued under the Shortfall Offer shall be \$0.018 being the price at which Shares have been offered under the Entitlement Offer.

Full details as to how you may accept the Entitlement Offer (or part thereof) and how to participate under the Shortfall Offer is set out in the Prospectus.

Indicative Timetable:

Event	Date
Lodgement of Prospectus with ASIC and ASX	10 September 2019
Lodgement of Appendix 3B and Application for Quotation	10 September 2019
Notice sent to Optionholders and Partly Paid Shareholders	10 September 2019
Notice sent to Shareholders	12 September 2019
Ex-date	13 September 2019

Record Date for determining Entitlements	16 September 2019
Satisfied with conditions precedent/due diligence	16 September 2019
Completion of Transaction	16 September 2019
Board Appointments	16 September 2019
Prospectus sent out to Eligible Shareholders	18 September 2019
Last day to extend Closing Date	24 September 2019
Closing Date of Entitlement Offer*	30 September 2019
Shares quoted on a deferred settlement basis	1 October 2019
ASX (and Underwriter) notified of under subscriptions	3 October 2019
Entitlements Issue Underwriting Completed	4 October 2019
Issue date of Shares under the Entitlement Offer	7 October 2019
Shares entered into Shareholders' security holdings	
Quotation of Shares issued under the Entitlement Offer*	8 October 2019

*The Directors may extend the Closing Date by giving at least 3 Business Days' notice to ASX prior to the Closing Date. As such the date the Shares are expected to commence trading on ASX may vary.

-Ends-

CONTACT

Nathan Lude,

Executive Director

w: +61 8 9226 2011

e: info@puravidaenergy.com.au