



ABN 73 122 948 805

24 February 2016

ASX ANNOUNCEMENT

FIRST TRANCHE OF FUNDING RECEIVED

Pawnee Energy Ltd (ASX:PAW) (the **Company**) is pleased to announce that it has received the first tranche of funding under the agreement with Sydney-based investment firm, Resource Capital Limited (**RCL**), details of which were announced on 2 February 2016.

The Company has received a total of \$500,000 from sophisticated investor clients of RCL and in exchange has issued 500,000 convertible notes to the new investors, each with a face value of \$1.00 per note. The conversion of the convertible notes into shares is subject to shareholder approval which the Company will be seeking at its upcoming Extraordinary General Meeting on 18 March 2016.

The funding will be used to pay down existing creditors and to allow the Company to fast track its plans to acquire suitable energy, resources and infrastructure related assets and projects.

As announced on 2 February 2016, the Company will be seeking new opportunities to acquire energy, resources and infrastructure-related assets, both in the USA and elsewhere, with a view to providing operational cashflow for the Company to support and enable further opportunities for revenue and capital growth, and to underpin the raising of necessary development capital and re-quotation of the Company's shares later this year.

In conjunction with the receipt of the first tranche of funding, the Company is also pleased to announce the appointment of Mr Marcus Boland as an executive director. Mr Boland will immediately take a lead role for the Company in the identification and due diligence of suitable assets and projects which meet the strict guidelines noted above.

Mr Boland has a background in commerce, law and finance, with more than 20 years' experience in corporate advisory and public market listing transactions in the mining and energy, medical and IT sectors, and including both IPOs and back-door listings. Mr Boland is a director of RCL as well as a number of private energy and infrastructure-related development and investment companies in Australia and overseas.

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