



Freedom Secures up to US\$20.0 Million in Financing

Houston, September 18, 2017: Freedom Oil and Gas Ltd (**Freedom**) (ASX: FDM, OTCQX: FDMQF) is pleased to announce that it has closed on US\$10.0 million of financing with Ramas Capital Management, LLC (**Ramas Capital**), with the ability to expand to US\$20.0 million within five months if certain well performance is met. The funds will be used to finance the ongoing development of Freedom's Eagle Ford acreage, including drilling, completion, land acquisition and associated activities.

Commenting on the Ramas Capital transaction, Executive Chairman and Chief Executive Officer, J. Michael Yeager, said, *"We are pleased to partner with Ramas Capital as we initiate the second phase of our Eagle Ford development plan. This financing positions Freedom to continue developing our acreage without delay and provides a flexible financial bridge to meet the requirements to activate the much larger and lower cost reserves based lending facility we established with Wells Fargo. The Wells Fargo facility is intended to provide capital for ongoing drilling once adequate production levels are reached. With this support from Ramas Capital, we plan to drill and complete two to four additional horizontal wells to more fully test our Dimmit County, Texas acreage in the Eagle Ford Shale formation and grow our production to meet the Wells Fargo criteria. This is in addition to our first two Eagle Ford wells which have already been drilled and completed, and should begin flow-back and production within the next few weeks."*

Ramas Capital will be issued 10,000 shares of Series A preferred stock (**Preferred Stock**) in Freedom Eagle Ford Inc, a subsidiary of Freedom domiciled in the U.S., which is the holder of the interests in the Freedom's Eagle Ford acreage, at US\$1,000 per share. If the additional US\$10.0 million in funding were put in place, a further 10,000 additional shares of Preferred Stock in Freedom Eagle Ford Inc would be issued to Ramas Capital to bring the total funding to US\$20.0 million.

The Preferred Stock is mandatorily redeemable by Freedom Eagle Ford Inc in 4.5 years for US\$2,000 per share, subject to standard commercial terms and conditions including various early redemption triggers. If the Preferred Stock is not redeemed until its full term, the effective annual return to Ramas Capital on the Preferred Stock is 15.75% per annum.

At closing Ramas Capital will also be issued warrants in Freedom equal to 50% of the drawn capital, with the number of warrants calculated at 130 percent of the 20 day VWAP. If the additional US\$10.0 million in capital is funded, Ramas Capital will be issued further warrants in Freedom calculated using the same formula. The warrants will be issued without shareholder approval utilising Freedom's placement capacity under Listing Rule 7.1 and will not be quoted on the ASX.



Each warrant issued entitles the holder to subscribe for one ordinary share in Freedom at an exercise price of A\$0.001 per warrant. The Warrants are issued at no cost and may only be exercised after the redemption of the Preferred Stock, unless Freedom earlier lists on a nationally recognised US stock exchange, in which case the Warrants may be exercised on occurrence of that event.

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About Freedom Oil and Gas Ltd, ACN 128 429 158 (ASX: FDM, OTCQX: FDMQF)

Freedom Oil and Gas Ltd is a development stage company striving to build a growing, investment grade oil and gas company. The Company continues to acquire undeveloped acreage in the liquids rich area of the Eagle Ford Shale in South Texas, in the United States.