

GASFIELDS LIMITED

23 April 2019

ACQUISITION OF WALYERING ROYALTY UPDATE

Gasfields Limited (ASX: GFS) (**Gasfields** or **Company**) is pleased to provide an update in relation to its proposed acquisition from ASX listed Green Power Energy Limited (ASX:GPP) (**Green Power**) of a 1.5% wellhead royalty over 50% of any production from EP447, 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**) (**Transaction**).

As announced on 28 March 2019, the parties entered into a binding Deed of Assignment of Royalty to effect the Transaction (**DAR**). Gasfields and Green Power have now agreed to amend the DAR as follows:

(a) The Tranche 1 cash consideration element has been amended whereby Gasfields must pay Green Power:

- (i) \$125,000.00 on Monday 13 May 2019; and
- (ii) \$125,000.00 on Monday 3 June 2019,

(Tranche 1);

(b) The Tranche 2 cash consideration element has been amended where provided Gasfields does not choose to withdraw from the Transaction it must pay Green Power \$125,000.00 by Thursday 11 July 2019 (**Tranche 2**); and

(c) The Tranche 3 cash consideration element has been amended whereby Gasfields must pay Green Power \$125,000 on Friday 22 October 2019 (**Tranche 3**),

(Collectively, the **Variations**).

As consideration for Green Power agreeing to the Variations, Gasfields will pay Green Power \$10,000 (**Additional Payment**). The Additional Payment is in addition to the consideration payments contemplated by the Variations.

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

ACN 107 708 305
Gasfields Limited
Level 11, 52 Phillip Street, Sydney NSW 2000
GPO Box 225, Sydney NSW 2001
Telephone: +61 2 8316 3994
Facsimile: +61 2 8316 3999
info@magnumgasandpower.com

As previously announced, 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 and Additional Payment will not be refundable.

As per the Company's announcement on 28 March 2019, the Company intends to call on its loan facility with Executive Chairman Nathan Featherby (**Loan Facility**) to satisfy the Tranche 1 consideration and the Additional Payment.

The Company will keep the market informed as the Transaction progresses. For further details of the Transaction please see the Company's announcement dated 28 March 2019.

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.