

Impact Oil & Gas Limited

Impact to farm-in to Area 2; offshore South Africa

London: 02 November 2020, Impact Oil & Gas Limited ("Impact" or the "Company"), a privately-owned, African-focused, exploration company, is pleased to announce that its wholly-owned subsidiary, Impact Africa Ltd, has entered into an agreement with Silver Wave Energy Pte Ltd ("**Silver Wave Energy**") for the farm-in of a 90% working interest and operatorship of Area 2, offshore South Africa (Exploration Right reference 12/3/276).

Under the terms of the farm-out agreement, Impact will acquire a 90% working interest and operatorship in Area 2, offshore South Africa. Being immediately east and adjacent to Impact's Transkei & Algoa Blocks, Area 2 compliments Impact's existing position by extending the entire length of the ultra-deep-water part of the Transkei margin. Together, the Transkei & Algoa Blocks and Area 2 cover over 124,000 km² and occupy a very exciting frontier exploration area, with plays extending across both blocks.

Siraj Ahmed, CEO of Impact Oil & Gas, commented: *"We are delighted to have partnered with Silver Wave Energy in Area 2; a significant addition to Impact's portfolio. Following Total's recent successes in the Outeniqua basin, and the upcoming Venus well in Namibia, this acquisition materially increases the Company's presence within an exciting exploration region, as it opens-up. The addition of Area 2 to Impact's Transkei & Algoa and Orange Basin Deep Blocks in South Africa, and Blocks 2912 and 2913B in Namibia, delivers a unique and compelling Southern African exploration portfolio."*

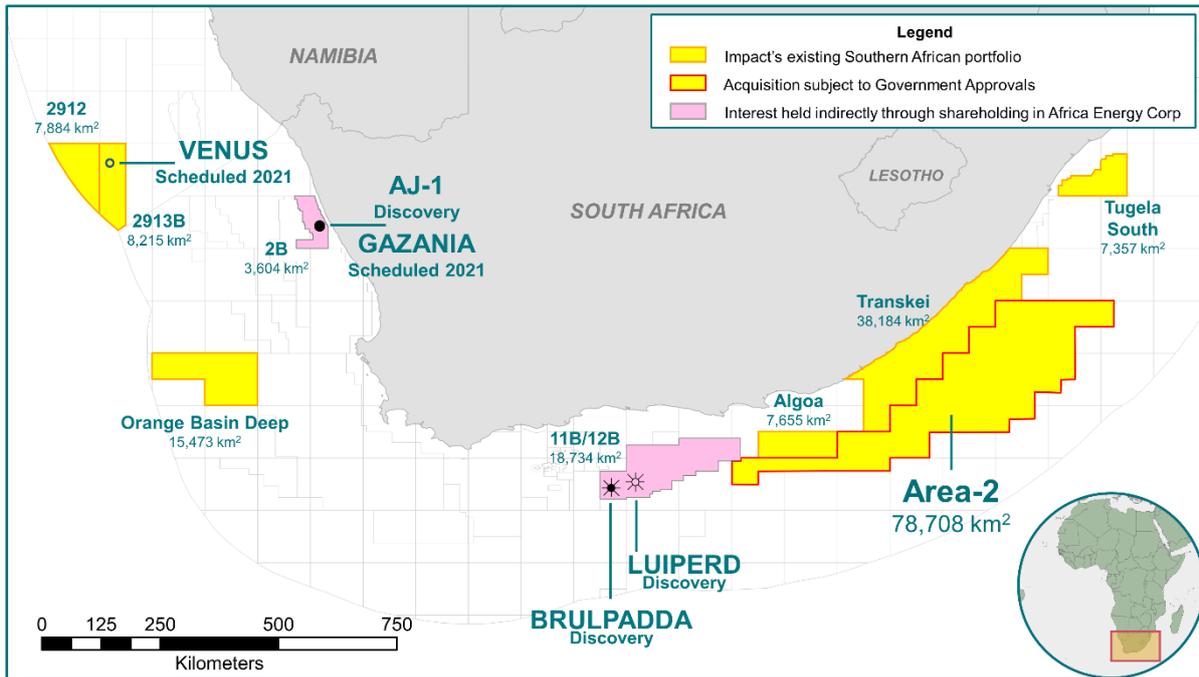
Area 2 lies within the emerging Southern African Aptian deep water oil and gas play, stretching from northern most Namibia, around Cape Agulhas and the Transkei margin, to the Durban Basin in the north-east. This play has been opened by the Brulpadda and Luiperd discoveries in the Outeniqua Basin and will be further tested during 2021 by the well on the giant Venus prospect in ultra-deep-water Namibia, where Impact is a substantial partner. Impact believes that there is good evidence for this Southern African Aptian play to have a common world-class Lower Cretaceous source rock, similar excellent quality Apto-Albian reservoir sands, and a geological setting suitable for the formation of large stratigraphic traps.

Closing of the transaction is subject to customary conditions, including the approval of the Government of South Africa.

The participating interests in the Area 2 following completion of Impact's farm-in will be as follows: Impact (Operator), 90% and Silver Wave Energy, 10%.

Area 2, offshore South Africa

Exploration Right reference 12/3/276 (Gamtoos, Algoa and Transkei Basins), is located offshore eastern South Africa and covers approximately 78,708km². Although water depths extend to approximately 4,500 meters, the prospective areas sit within 3,500 metres. The licence was initially awarded to Silver Wave Energy in 2015.



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About Impact Oil & Gas

Impact is currently privately owned. The company acquired its first asset offshore South Africa in 2011 and has subsequently expanded its asset base across the offshore margins of Southern and West Africa. It is partnered with CNOOC in AGC (between Senegal and Guinea Bissau) and Total in Namibia and South Africa. The company’s current portfolio covers a combined area of over 200,000 km² (gross) (including an indirect interest in Block 11b/12b, and Area 2, in South Africa).

Impact is an exploration company with a strategic focus on large scale, mid to deep water plays of sufficient materiality to be of interest to major companies. Its management is committed to maturing the prospects across its attractive portfolio, ready for drilling, and further expanding this portfolio of exploration assets and securing large independents and major oil companies as partners. The company’s objective is to build a world class portfolio of drillable prospects, in a number of different geologic and geographic locations to minimise risk, and with a large enough portfolio to ultimately enhance the chance of drilling success. By doing so, and by having high-calibre oil industry partners validate its exploration concepts and ideas, management believes that the Company is best placed to potentially deliver substantial shareholder value in the medium to longer term.

Forward-Looking Statements

This press release may contain certain statements that are, or may be deemed to be, "forward-looking statements". Forward-looking statements can be identified by the use of forward-looking terminology, including, for example, the words "believes", "estimates", "plans", "projects", "anticipates", "expects", "intends", "may", "will", or "should" and similar expressions and statements relating to matters that are not historical facts, and may include statements regarding the Company's current intentions, beliefs or expectations. By their nature, forward-looking statements involve risks and uncertainties because they relate to future events and circumstances and are based on certain assumptions and factors, which are based on information currently available to the Company, and which may prove to be incorrect. Undue reliance should not be placed on forward looking statements. The Company is not under any obligation to update or revise any forward-looking statements contained in this announcement.