

**Impact Oil & Gas Limited**

***Open Offer to raise up to US\$60 million***

London: 18 July 2022, Impact Oil & Gas Limited ("**Impact**" or the "**Company**"), a privately-owned, Africa-focused, exploration company, is pleased to announce an Open Offer to existing shareholders to subscribe for new Ordinary shares in the Company, to raise up to \$60 million. The capital raised shall be used towards funding Impact's participating share (held through its wholly owned subsidiary, Impact Oil and Gas Namibia (PTY) Ltd) of the Venus appraisal programme, in Blocks 2913B, offshore Namibia.

**Highlights:**

- Proposed Open Offer to existing shareholders to raise up to \$60 million
  - Each existing shareholder (as per the company register at 5.00pm on 12 July 2022) is entitled to four Open Offer Shares for every 33 Existing Ordinary Shares held
  - Open Offer Closes 12.00pm (British Summer Time) on 4 August 2022
- Major Shareholders, representing 93.62% of the voting rights in the Company, have committed to take up or procure the entirety of their respective Basic Entitlements under the Open Offer
- The expected proceeds of up to US\$60 million from the Open Offer, together with existing cash reserves, is intended to be used by Impact to fund the upcoming appraisal programme, in Namibia, following the Venus discovery announced in February 2022, and other exploration activities, into early 2023
- The Venus discovery is a world class light oil and associated gas field, sitting approximately 290 kms off the Namibian Coast. The Venus-1X discovery well was drilled by TotalEnergies on behalf of the joint venture group comprising TotalEnergies (40%), QatarEnergy (30%), Impact (20%) and state owned NAMCOR (10%)
- An appraisal well and a re-entry into Venus-1X is being planned, with spud expected in Q3 2022. The operator plans to conduct flow tests on both wells. The joint venture will also continue to progress its exploration activities on Blocks 2913B and neighbouring Block 2912, including the acquisition of a 3D seismic survey

**Siraj Ahmed, CEO of Impact Oil & Gas, commented:**

*"We are excited to be preparing for the appraisal of the world class light oil and associated gas discovery in Venus-1X, expected to commence only seven months after the initial discovery was announced. This is remarkable progress that reflects the commitment of the joint venture to accelerate the de-risking and commercialisation of the Venus discovery. We are grateful to our shareholders, who have steadfastly supported Impact through a difficult period in the industry, and are grateful for their continued support in this capital raise."*

## Background to the Open Offer

### Background

During 2021, Impact Oil & Gas Limited ("**Impact**" or the "**Company**") continued to progress its exploration activities in its portfolio of offshore licences to the south and west of Africa. Following the spudding of Venus-1X in Block 2913B, offshore Namibia in November 2021, Impact's Venus prospect, was successfully drilled, and in February 2022 the discovery of a world class light oil and associated gas field, exceeding Impact's pre-drill expectations, was announced. The Venus-1X discovery well was drilled by TotalEnergies on behalf of the joint venture group comprising TotalEnergies (40%), QatarEnergy (30%), Impact (20%) and state owned NAMCOR (10%). The Venus discovery sits in the Orange Basin, approximately 290 kilometres off the coast of Namibia, in the deep offshore. The well was drilled to a total depth of 6,296 metres, by the Maersk Voyager drillship, and encountered a high quality, light oil-bearing sandstone reservoir of Lower Cretaceous age, with 84 metres of net oil pay.

Later this year, the joint venture will return with a drillship to drill and test one appraisal well and re-enter the Venus-1X exploration well to run a test. The joint venture also expects to acquire additional seismic in the adjacent Block 2912, which contains the western extension of the Venus field. The anticipated work programme, if successful, will enable the joint venture to press ahead with an early development programme and to better understand the scale of the Venus field and the extent to which the Venus accumulation extends west, into the adjacent Block 2912.

### Open Offer

The Company has made an open offer to existing shareholders to raise up to US\$60 million through the issue of Ordinary Shares (the "**Open Offer**").

Each Qualifying Shareholder is being given the opportunity to subscribe for Open Offer Shares under the Open Offer at the Issue Price pro rata to its existing shareholding of Ordinary Shares on the Record Date (12 July 2022) relative to the total issued Ordinary Shares on the Record Date, on the following basis (being a Qualifying Shareholder's "**Basic Entitlement**" of **4 Open Offer Shares for every 33 Existing Ordinary Shares held**).

### Additional funding

The expected proceeds of up to US\$60 million from the Open Offer, together with existing cash reserves, represent the majority of the Company's anticipated funding requirement for the next 12 months. These funds should provide sufficient capital to secure the Company's funding requirements for the majority of the appraisal programme costs.

### Reasons for the Open Offer

Following the light oil and associated gas discovery in Block 2913B, Impact is now preparing to fund its share of an appraisal programme on this block and continue with its exploration activity on Blocks 2913B and neighbouring Block 2912, including the acquisition of 3D seismic.

### Structure of the Open Offer

The Open Offer provides the Company with the opportunity to raise the funding that it needs in the short term in a manner that enables all Qualifying Shareholders to participate should they so wish. The Major Shareholders, representing in aggregate 93.62% of the voting rights in the Company, have committed



to approve the Resolutions to implement the Open Offer and take up, or procure the take up of, their respective Basic Entitlements under the Open Offer, which provides the Company with confidence as to a minimum amount of funds expected to be raised through the Open Offer.

**Enquiries:**

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**About Impact Oil & Gas**

Impact is a privately owned upstream exploration company, focused on large scale, deep water plays offshore Southern and West Africa. Impact's objective is to build a world class portfolio of drillable prospects, in diverse geological and geographic locations to minimise risk, and partner with high-calibre industry players to validate its exploration concepts and ideas and take forward the drilling operations.

The company acquired its first asset offshore South Africa in 2011 and subsequently expanded its asset base across the offshore margins of Southern and West Africa. It is partnered with CNOOC in the AGC (between Senegal and Guinea Bissau); TotalEnergies and QatarEnergy in the Orange Basin, through three licences across Namibia and South Africa; and Shell plc, through its subsidiary, BG International Limited, in South Africa, in the Transkei & Algoa block. The Company's current portfolio covers a combined area of over 200,000 km<sup>2</sup> (gross) (including an indirect interest in Block 11b/12b, in South Africa).