

Cott Oil and Gas Ltd

11:00 03 Mar 2017

Cott Oil and Gas transforming to mineral resource exploration

Cott Oil and Gas (ASX:CMT) has entered into an option to acquire up to a 25% interest in Eloro Resources' (CVE:ELO) La Victoria Gold Silver Project in Peru.

The property is located in the prolific North-Central Mineral Belt of Peru covering about 80.4 square kilometres. It is highly prospective for gold and copper mineralisation.

Cott will have the right to earn its interest in La Victoria by contributing up to C\$5 million in expenditures by 31 July 2018.

The company can earn an initial 10% interest in the property by expending C\$2 million by 30 October 2017, and a further 15% interest by expending an additional C\$3 million by 31 July 2018.

At the end of either the stage 1 earn-in period or the stage 2 earn-in period, a joint venture can be formed between Cott and Eloro, with Eloro being the operator.

Following the sale of its oil and gas interests in Papua New Guinea, Cott is seeking to build a portfolio of quality mineral resource projects, focussing initially on base metals and gold.

The proposed transaction with Eloro is the first step in this new direction.

Michael O'Keeffe, the company's largest shareholder holding a 16.79 % interest, is expected to join the board of Cott following the completion of the transaction.

Michael was the managing director of Glencore Australia from 1995 to 2004 and is currently executive chairman of Champion Iron (ASX:CIA).

The company is also expected to change its name to EHR Resources, subject to completion of the agreement with Eloro.

Cott's share price has increased more than 55% since the start of 2017, last trading at \$0.07.

Share Information

Code: CMT

Listing: ASX

Sector: Energy

Website: www.cottoilandgas.com.au

Company Synopsis:

Cott Oil and Gas (ASX:CMT) is focussed on acquiring and developing high impact petroleum exploration assets across the Westralian Superbasin, Papua New Guinea and Indonesia and has built up a portfolio of exploration opportunities.

action@proactiveinvestors.com.au

Proactive Investors facilitate the largest global investor network across 4 continents in 4 languages. With a team of analysts, journalists & professional investors Proactive produce independent coverage on 1000's of companies across every sector for private investors, private client brokers, fund managers and international investor communities.

Contact us +61 (0)2 9280 0700 action@proactiveinvestors.com.au

No investment advice

The Company is a publisher. You understand and agree that no content published on the Site constitutes a recommendation that any particular security, portfolio of securities, transaction, or investment strategy is suitable or advisable for any specific person. You understand that the Content on the Site is provided for information purposes only, and none of the information contained on the Site constitutes an offer, solicitation or recommendation to buy or sell a security. You understand that the Company receives either monetary or securities compensation for our services. We stand to benefit from any volume which any Content on the Site may generate.

You further understand that none of the information providers or their affiliates will advise you personally concerning the nature, potential, advisability, value, suitability or profitability of any particular security, portfolio of securities, transaction, investment, investment strategy, or other matter.

You understand that the Site may contain opinions from time to time with regard to securities mentioned in other products, including Company-related products, and that those opinions may be different from those obtained by using another product related to the Company. You understand and agree that contributors may write about securities in which they or their firms have a position, and that they may trade such securities for their own account. In cases where the position is held at the time of publication and such position is known to the Company, appropriate disclosure is made. However, you understand and agree that at the time of any transaction that you make, one or more contributors may have a position in the securities written about. You understand that price and other data is supplied by sources believed to be reliable, that the calculations herein are made using such data, and that neither such data nor such calculations are guaranteed by these sources, the Company, the information providers or any other person or entity, and may not be complete or accurate.

From time to time, reference may be made in our marketing materials to prior articles and opinions we have published. These references may be selective, may reference only a portion of an article or recommendation, and are likely not to be current. As markets change continuously, previously published information and data may not be current and should not be relied upon.

The Site does not, and is not intended to, provide investment, tax, accounting, legal or insurance advice, and is not and should not be construed as providing any of the foregoing. You should consult an attorney or other relevant professional regarding your specific legal, tax, investment or other needs as tailored to your specific situation.