

# 88 Energy Ltd

16:34 03 Oct 2018

## 88 Energy launches £7.96m rights issue to fund new exploration activity

88 Energy Ltd (LON:88E, ASX:88E) is launching a rights issue to raise £7.96m (A\$14.33m) in order to fund new exploration well operations slated to start in the first quarter of 2019.

It intends to use the proceeds to fund the Winx-1 exploration well including any potential production testing and possible cost overruns. The company also expects to spend capital on ongoing geological and geophysical work, as well as its usual working capital requirements and general admin.

**READ:** 88 Energy increases Alaska footprint ahead of exploration campaign For Winx, located in the group's 'Western Blocks' on Alaska's North Slope, the company recently signed a rig contract ahead of a targeted spud date in the first quarter of next year.

Winx will target the Nanushuk play fairway where 3D seismic studies defined an oil prospect which has a prospective resource of 400m barrels of oil (MMbbls). The geological chance of success has been estimated to be in the range of 25-30%.

The company is earning a 36% working interest in the Western Blocks by funding 40% of the drilling costs for Winx.

### Partnering processes continue

It noted, meanwhile, that it is separately progressing a farm-out process for its broader conventional exploration portfolio across the 'Project Icewine' acreage where, at the desktop, it has estimated the potential for some 1.75bn barrels of oil resources. The company's schedule anticipates a completion of the process during the current quarter.

A separate farm-out process for the HRZ shale assets, meanwhile, is planned in the first half of 2019.

88 Energy noted that it was also now finalising a resource estimate for the Yukon leases area, guided by recently shot 3D seismic.

88 Energy Portfolio is "stronger than it has ever been"

"The company has successfully completed several placements over the last four years, which have served to grow the asset base and diversify our portfolio, which is now stronger than it has ever been," said Dave Wall, 88 Energy chief executive.

"There are now four significant projects at mature stages that we believe can add substantial near to medium term value for our shareholders via drilling and/or farm-out transactions."

### Rights issue

Wall added: "We have received feedback from a number of existing shareholders asking to be considered in future

**Price:** 1.0199p

**Market Cap:** £64.58M

### 1 Year Share Price Graph



### Share Information

**Code:** 88E

**Listing:** AIM

**52 week High Low**  
1.45p 0.70p

**Sector:** Energy

**Website:** 88energy.com

### Company Synopsis:

88 Energy Ltd is an Australia based company engaged in the energy sector. Its business is to explore and process crude oil and natural gas through its oil and gas assets located in the United States and Australia.

### Author:

**Proactive Investors Australia**

**+61 (0)2 9280 0700**

**action@proactiveinvestors.com.au**

placements.

"The board has listened and, consequently, we are pleased to provide the opportunity for all shareholders to participate in funding the upcoming potentially transformation period for the company."

The rights issue equity funding will give qualifying shareholders the opportunity to purchase one new 88 Energy share for every seven they hold on the record date of 10 October.

The issue price is set at 1p per share or 1.8 Australian cents.

88 Energy expects to issue a shareholder circular by 5 October, ahead of a proposed ex-entitlement date of 9 October (with trading commencing ex-entitlement from 10 October).

The closing deadline for shareholder applications and settlement is set as 11:00 am on 26 October.

It is anticipated that the new shares will be issued by 31 October, with admission and stock market dealing also commencing that date too.

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](mailto:action@proactiveinvestors.com.au)

### No investment advice

The information on this Site is of a general nature only. It does not take your specific needs or circumstances into consideration, so you should look at your own financial position, objectives and requirements and seek financial advice before making any financial decisions. You acknowledge and understand that neither the Company, its related bodies corporate, the information providers or their affiliates will advise you personally about the nature, potential value or suitability of any particular security, portfolio of securities, transaction, investment strategy, or other matter. You should read our FSG and any other relevant disclosure documents and if necessary seek personal advice prior to making any investment decision.

You understand and agree that no Content (as defined below) 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 in certain circumstances the Company, its related bodies corporate, the information providers or their affiliates may have received, or be entitled to receive, financial or other consideration in connection with promoting, and providing information about, certain entities on the Site and in communications otherwise provided to you.

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.

Before you act on any general advice we provide, please consider whether it is appropriate for your personal circumstances.