



ASX / MEDIA RELEASE

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Completion of Unmarketable Parcel Share Buy-Back

Metgasco Limited is pleased to announce that pursuant to the Company's announcement on 18 February 2016, Metgasco has now completed its buy-back of unmarketable parcels of fully paid ordinary shares (**Shares**) under the Unmarketable Parcel Share Sale Facility (**UMP Program**).

In accordance with the Terms and Conditions (**Terms**) of the UMP Program, the Company has elected to purchase and cancel the Shares. Accordingly, shareholders will be paid **\$0.06** per share for the **3,337,430** Shares purchased under the UMP Program. The proceeds from the purchase and cancellation of the Shares will be distributed to the shareholders in question on or about 22 April 2016.

The outcome of the UMP Program on Metgasco's issued capital is as follows:

| | |
|---|--------------|
| Number of Shares on issue as at 1 January 2016 | 442,479,671 |
| Number of Shares cancelled under the On-Market Share buy-back Facility as at 6 April 2016 | (38,033,721) |
| Number of Shares on issue <u>before</u> cancellation of UMP Program Shares | 404,445,950 |
| Number of Shares cancelled under the UMP Program | (3,337,430) |
| Number of Shares on issue <u>after</u> cancellation of UMP Program Shares | 401,108,520 |
| | |
| Number of Metgasco shareholders <u>before</u> cancellation of UMP Program Shares | 4,069 |
| Number of Metgasco shareholders <u>after</u> cancellation of UMP Program Shares | 2,932 |

The UMP Program represented good housekeeping for Metgasco's share registry. The Company expects to reduce the administrative costs associated with maintaining a large number of very small holdings.

Determination of purchase price

Under the Terms of the UMP Program, the price that shareholders receive for their Shares is either:

- a) their proportionate share of the sale proceeds for all Shares sold through the UMP Program;
OR
- b) if all or some of the Shares are sold off-market, the sale price for the Shares will be deemed to be the volume weighted average price of all Metgasco shares sold on-market during the five trading days up to and including the Closing Date, being 31 March 2016. This has been calculated as \$0.57262 per share.

However, rule 149 of the Company's Constitution provides that there is a Minimum Sale Price for the UMP Program, being the volume weighted average price of all Metgasco shares sold on-market during the five trading days immediately preceding the Notice Date of the UMP Program, i.e. 18 February 2016, rounded to the nearest half cent. This has been calculated as \$0.06 cents per share.

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