



ABN 96 009 217 154

21 February 2017

**ASX Limited**

**Electronic lodgement**

---

## **Subscription Agreements – Partial Funds Remitted**

---

- **Sanston has advised Xstate that the investors have remitted gross funds of approximately A\$19.3m (US\$14.5m) under their Unconditional Binding Subscription Agreements.**
- **Sanston has advised that whilst there continue to be further delays with the transfer of the balance of the subscription amount, additional funds are expected to be remitted in the coming weeks.**
- **Xstate advises the Vendor of the Los Angeles (“LA”) Basin assets understands these delays are beyond the Company’s control and has provided additional time under the Purchase and Sales Agreement (“PSA”) for Xstate to meet financial close.**
- **As previously announced, Xstate had entered into Binding Subscription Agreements A\$25m at 3.8 cents per share to fund the Company’s Los Angeles Basin acquisition.**

Xstate Resources Limited (ASX:XST) (“Xstate” or “the Company”) provides an update in relation to the Subscription Agreements funding announced on 19 December 2016.

The Company advises it is in possession of international banking transfer confirmations of funds totaling approximately A\$19.3m (US\$14.5m) from the investors representing 77% of their total commitments under the Unconditional Binding Subscription Agreements as at February 20, 2017.

Xstate is pleased to advise the vendor has provided the Company with additional time to acquire its working interest in the LA Basin assets.

The Company will keep the market fully informed of any further changes.

### **For and on behalf of the Board of Xstate Resources Limited**

#### **For further details please contact:**

**Cosimo Damiano**

Managing Director

Xstate Resources Limited

Tel Office: +61 8 9423 3200

Email: [cosimodamiano@xstate.com.au](mailto:cosimodamiano@xstate.com.au)

**David McArthur**

Non Executive Director/Company Secretary

Xstate Resources Limited

Tel Office: +61 8 9423 3200

Email: [david.mcarthur@broadwaymgmt.com.au](mailto:david.mcarthur@broadwaymgmt.com.au)

### **About Xstate Resources Limited**

Xstate Resources (ASX Code: XST) is an ASX listed company focused on the oil and gas sector. The Company has existing gas exploration assets located in the Sacramento Basin, California and minor associated gas production.