



# OIL BASINS LIMITED

ABN 56 006 024 764

27 September 2017

Dear Shareholder

## Oil Basins Limited ACN 006 024 764 - renounceable rights issue - notice to security holders

Oil Basins Limited (**OBL**) is pleased to announce a renounceable rights issue to eligible shareholders, on the basis of 9 new fully paid ordinary shares for every 5 shares held, at an issue price of \$0.003 per share (**New Shares**), to raise approximately \$1,554,154.19, based on OBL's undiluted share capital with one free attaching option exercisable at \$0.005 and expires on 31 March 2020 (**Rights Issue**). Assuming no existing options on issue in the Company are exercised, approximately 518,051,398 fully paid ordinary shares will be offered under the Rights Issue.

The Rights Issue will be available to all registered shareholders who hold shares at 7.00pm (AEDT) on 3 October 2017 (**Record Date**) with registered addresses in Australia and New Zealand (**Eligible Shareholders**).

In accordance with the Listing Rules of the ASX, OBL has considered the number of shareholders with registered addresses in various jurisdictions outside of Australia and New Zealand and the size of the shareholdings held by those shareholders. Taking this into consideration, as well as the costs of complying with the legal requirements and the requirements of the regulatory authorities relating to the shareholders with registered addresses in various jurisdictions outside of Australia and New Zealand, the Company has formed the view that it is unreasonable to extend the Rights Issue to those shareholders. Accordingly, shareholders outside of Australia and New Zealand, will not be entitled to participate in the Rights Issue.

The purpose of the Rights Issue is to raise approximately \$1,554,154.19, including the costs of the Rights Issue. The funds raised from the Rights Issue will be used to increasing working capital to enable OBL to finalise the legacy issues relating to the previous board and management, pending the renewal of petroleum permit VIC/P47 as lodged in August 2017, to undertake exploration and development activities in relation to the Company's assets, meeting the costs of the Rights Issue and to provide working capital.

A proposed timetable for the Rights Issue is set out in the table below:

Event	Date
Announcement of Rights Issue.	25 September 2017
Prospectus and Appendix 3B lodged with ASX	27 September 2017
Notice of Rights Issue sent to option holders	28 September 2017
Notice of Rights Issue sent to shareholders	28 September 2017
Shares commence trading on an ex basis	2 October 2017
Record Date for the Rights Issue (7:00pm AEDST time)	3 October 2017
Despatch Prospectus to shareholders	6 October 2017
Opening date of Rights Issue (9:00am AEDST time)	6 October 2017

Event	Date
Closing date of Rights Issue (5:00pm AEDST time)	20 October 2017
Advise ASX of any shortfall	25 October 2017
Allotment of New Securities under Rights Issue	27 October 2017
Despatch of holding statements for New Shares and deferred settlement trading ends	27 October 2017
Normal trading of New Shares on ASX begins	30 October 2017

This timetable is indicative only and may be subject to change subject to the requirements of the *Corporations Act 2001* (Cth) (**Corporations Act**) and the ASX Listing Rules.

The Rights Issue is being made in accordance with section 713 of the Corporations Act. OBL will prepare and send the prospectus to shareholders on 6 October 2017, as set out in the timetable above. The Prospectus has been lodged with ASIC and ASX on 27 September 2017 and is available on the Company's website <http://www.oilbasins.com.au/> and the ASX website.

### Further information

The Company anticipates that, approximately 518,051,398 New Shares and 518,051,398 attaching options will be issued (this number may have to be increased by 12,060,000 New Shares and 12,060,000 attaching options if all existing option holders exercise their options prior to the Record Date). The New Shares will be issued for \$0.003 each.

Upon completion of the Rights Issue, and assuming it is fully subscribed and that existing option holders do not exercise their options, the issued capital of OBL will comprise approximately 805,857,730 shares and 524,751,398 options

The New Shares will rank equally in all respects with OBL's existing shares. If an eligible shareholder's entitlement results in a fraction of a New Share, the shareholder's entitlement will be rounded up to the nearest whole number. There will be no change to the dividend policy of the Company as a result of the Rights Issue.

Trading in the New Shares and attaching options is expected to commence on 30 October 2017, the first business day following dispatch of the holding statements for the New Shares and attaching options.

An Appendix 3B applying for quotation of the New Shares and attaching options was lodged with ASX on 25 September 2017.

OBL encourages all eligible shareholders to participate in the capital raising.

Yours faithfully



Director  
Oil Basins Limited