

## Successful Completion of \$15 million Placement to Institutional Investors

11 November 2020

### Highlights

- ❖ Successful completion of \$15 million Placement to new and existing institutional and sophisticated investors.
- ❖ The Placement price of \$0.63 per share represents a 9.4% discount to the 5-day volume weighted average price (“VWAP”) of \$0.696 per share.
- ❖ Galilee has now further strengthened its balance sheet with \$33 million current cash position with which to aggressively pursue early gas commercialisation and appraisal at the Glenaras Gas Project and exploration at the Springsure Gas Project.

Galilee Energy Limited (ASX:GLL) (“Galilee” or the “Company”) is pleased to announce that it has successfully completed a placement to institutional and sophisticated investors to raise approximately \$15 million before costs (“Placement”).

The Company has entered into placement subscription agreements with a number of institutions and sophisticated investors for the issue of 23,809,524 Placement shares at an issue price of \$0.63 per share, representing a 9.4% discount to the 5-day VWAP of \$0.696 per share and an 11.9% discount to Galilee’s last closing price of A\$0.715 per share (as at Monday, 9 November 2020).

Commenting on the outcome of the Placement, Managing Director Peter Lansom said “The strong demand for the Placement demonstrates growing momentum in the strength of the east coast gas market. Galilee is excited to welcome a number of high-quality institutions to the register and their support is a strong endorsement of the Glenaras Gas Project (“Project”) and Galilee’s strategy of becoming a significant gas supplier into the east coast gas market.”

The proceeds of the Placement, along with existing cash holdings, will be used on the exploration and appraisal at Glenaras, where the Company has recently completed a five vertical well programme, which following the installation of gas and water gathering system infrastructure, have been designed to enhance the reservoir pressure drawdown and to accelerate the onset of gas production. Funds will also be allocated to the 1<sup>st</sup> phase of gas commercialisation at the Project as well as potential further exploration activity at the Springsure Gas Project.

The Placement shares will be issued within the Company's ASX Listing Rule 7.1 placement capacity. It is expected that the Placement shares will be allotted by Wednesday, 18 November 2020. The Placement shares will rank equally with the Company's existing securities.

The Company entered into a trading halt prior to the commencement of trading on the ASX on Tuesday, 10 November 2020, pending the announcement of the Placement. Trading of the shares of the Company is expected to re-commence on the ASX prior to 10:00am AEDT on Wednesday, 11 November 2020. The Company knows of no reason why the trading halt should not be lifted.

Canaccord Genuity (Australia) Limited acted as Lead Manager and Bookrunner to the Placement. Blue Ocean Equities acted as Co-Manager to the Placement

This announcement was released with the authority of the Board.

**For further information contact:**

Galilee Energy Limited  
+61 (0) 7 3177 9970

**About Galilee**

Galilee Energy is focused on creating a mid-tier exploration and production company building on its core strengths in coal seam gas appraisal and development. Its primary area of focus is Queensland where it is appraising the Galilee and Surat Basins, exploring in the Bowen Basin, whilst looking to add further high quality acreage to its portfolio.

**Directors**

Chairman – Ray Shorrocks

Managing Director – Peter Lansom

Non-Executive Director – Dr David King

Non-Executive Director – Stephen Kelemen

Non-Executive Director – Gordon Grieve

Non-Executive Director – Greg Columbus