



GLOBAL ENERGY VENTURES

Global Reach | Energy Efficiency | Venture Focus

Quarterly Activities Report

A Message from the Executive Chairman Maurice Brand

I am pleased to report, we continue to make progress on the transformation of our Company, Global Energy Ventures Ltd (GEV). On behalf of the Board, I would like to provide an update to our shareholders on our activities over the past quarter and most importantly our future plans.

Following the General Meeting held in January, the shareholders overwhelmingly approved the appointments of myself as Executive Chairman and Mr Garry Triglavcanin as Executive Director. We are committed as a management team, and shareholders in GEV, to deliver shareholder value in all of the steps we undertake in 2017.

The Board has completed a review of our current US assets, Allen Dome and Blue Ridge Dome and our intention is to retain them and the Company's US operations will continue in their current form. The Board is continuing to review our existing Australian asset, EP455. By the end of this quarter, we expect to have made a decision on the viability of this asset.

The Company needed a major facelift, capital consolidation and name change to align with our strategy going forward. Our new name, Global Energy Ventures Ltd aligns with the corporate direction, **G**lobal Reach, **E**nergy Efficiency and **V**enture Focus.

As previously mentioned, the Board has identified a number of highly appealing energy project opportunities. Over the past month, we have been pursuing the first of these opportunities, meeting with key personnel and international advisors on the application of Compressed Natural Gas (CNG) transport technologies and the marketing of CNG to a number of major gas markets. The development of these CNG technologies provides a cost-effective solution to the compression, storage and transportation of natural gas to major foreign markets where alternative gas supplies are not economic (such as pipelines or liquefied natural gas).

GEV recognises significant value in the development of CNG projects and expects to release further information on the development of our first transaction in the March quarter.

Maurice Brand

Executive Chairman

Global Energy Ventures Ltd

ABN 53 109 213 470

Postal Address PO Box 198 West Perth 6872 Western Australia

www.gev.com

CORPORATE ACTIVITIES

Following the Annual General Meeting held on 11 November 2016, the Company announced the appointments of Executive Chairman Mr Fletcher Maurice Brand and Executive Director Mr Garry Triglavcanin to the Board.

On 29 November 2016, the Company announced it had completed a \$1.13 million capital raising through the Placement of 836,112,649 new fully paid ordinary shares. New investors acquired and converted all outstanding convertible notes into fully paid ordinary shares and unlisted options.

Key Highlights

- Appointment of highly experienced oil and gas executive F. Maurice Brand as Executive Chairman of the Company. Mr. Brand also become a major shareholder in GEV, and currently has a 4.62% shareholding in GEV.
- Mr. Garry Triglavcanin was appointed Executive Director with immediate effect, and is also a top 20 shareholder in GEV.
- Mr. Paul Garner continues as a Non-Executive Director.
- Mr. Darren Levy and Mr. Bradley Simmons both resigned as Directors.
- Placement of \$1.13 million to institutional and sophisticated clients of Foster Stockbroking Pty Ltd. The Placement introduced new institutional and sophisticated shareholders from Australia and Asia.
- The conversion of 1,325,000 convertible notes into 977,859,779 fully paid ordinary shares and 488,929,890 free attaching options expiring 31 May 2020. The acquisition and conversion of the convertible notes was made by clients of Foster Stockbroking. This extinguished all the convertible notes issued by the Company (refer to the Appendix 3B dated 28 November 2016).
- The new Board commenced a detailed assessment of a number of global energy projects that have the potential to deliver significant shareholder value.
- The Company's US operations in Texas will continue in their current form.

FIELD ACTIVITIES

During the Quarter, we saw oil prices as high as US\$55 per barrel. Gross production on the Allen Dome field was 1,123 barrels with an average sales price of US\$43 per barrel. Production costs remained at \$7 per barrel for the quarter.

Farmout of Blue Ridge

On 12 October 2016, the Company announced it had entered in to a Letter of Intent with Viceroy Petroleum LP (Viceroy) to enter into a mutually agreed Purchase and Sale Agreement (PSA). On 24 November 2016, the Company announced that it has signed the PSA on the Blue Ridge acreage with Viceroy.

Upon the execution of PSA, Viceroy paid the gross sum of US\$200,000, for the assignment of 75% of the leasehold Working Interest (WI) in the Blue Ridge oil and gas leasehold interests.

As additional consideration Viceroy agreed to carry the Company on up to an initial 5 new wells to casing point for its WI portion within 12 months after the Effective Date of the Agreement. This value shall be a dollar total of up to US\$250,000 toward the Company's 25% WI in the 5 initial wells. Following either (a) the drilling the 5 initial "carried wells" to casing point, or (b) the depletion of the US\$250,000 in drilling related credit towards the Company's 25% obligation, Viceroy and TTE will continue at the aforementioned WI.

The Company will retain a twenty five percent (25%) Working Interest with associated Net Revenue Interest.

JT Reese #21

On 27 November 2016 Unison Drilling spudded the JT Reese #21 wellbore on Allen Dome, Brazoria County, TX. The well reached Total Depth of 4,300ft on 4 December 2016.

During drilling, high gas readings and oil shows were seen at several intervals including two significant shows at 2,200 feet and 2,950 feet. Wireline logging showed the well was fault separated and intersected target sands approximately 200 feet structurally up-dip, with side wall cores analysis indicating low permeability. A decision was made to temporarily suspend the well by setting a cement plug at the base of the surface casing.

Viceroy anticipates conducting a seismic survey across the western flank of Allen Dome in Q1 2017. The cased surface hole section of the Reese #21 can then be sidetracked once fault blocks have been defined.

Viceroy has a 70% Working Interest (WI) and GEV has a 30% WI.

Summary of GEV Interests:

WORKING INTEREST LEASEHOLDING SUMMARY AS OF 31 DECEMBER 2016:

Asset name	Working Interest at end of Quarter	Percentage Change during quarter	Area Net Acres
Texas (USA)			
Allen Dome	30%		325
Blue Ridge	25%	-75%	361
<i>Western Australia</i>			
EP455	18.5%		20,700

Allen Dome: a 3% Overriding Royalty Interest on gross revenue across new and existing leases.

Boling Dome: a 1% Overriding Royalty Interest on gross revenue across existing leases and 2% Overriding Royalty Interest on gross revenue in new leases within a specified area (Area of Mutual Interest).

Markham Dome: a 1.5% Overriding Royalty Interest on gross revenue across existing leases.

SUBSEQUENT EVENTS

General Meeting – 18 January 2017

A General Meeting of Shareholders held on 18 January 2017 approved:

- **Name Change to Global Energy Ventures Ltd:** This name was chosen as the Company will have Global Reach, Energy Efficiency and Venture Focus.
- **Share Consolidation:** TTE had 4,191,313,261 shares on issue. A consolidation on the basis of 1 for 20 was approved.
- **Appointment of Directors:** Election of Executive Directors, Garry Triglavcanin and Maurice Brand.
- **Ratification of Issue of Shares:** These motions allowed the Company to ratify the previous issue of shares under ASX listing rule 7.1 and 7.1A and refreshed the Company's capacity under ASX

listing rule 7.1 for any future capital requirements if and when the need arises. All three Directors are shareholders - so any decision to issue more shares will not be taken lightly, with all future capital raisings undertaken only when the Board considers that it will result in a material and positive re-rating of the share price on a sustainable basis.

- **Performance Rights:** Although the current cash position is currently at a level that will allow for several energy opportunities to be pursued in parallel, the Company is determined to minimize its monthly "cash burn" and reward Executives on performance. The appropriate basis is shareholder value reflected by an increase in share price over a sustainable term.

For further information, please contact:

Jack Toby

Company Secretary

T: +61 8 9322 6955

M: +61 417 962 369

E: jtoby@gev.com