

TTE PROPOSED RIGHTS ISSUE TO FUND DRILLING PROGRAM

ASX Announcement | 13 October 2016



HIGHLIGHTS

- **To raise \$1,092,000 through a proposed Rights Issue and Share placement.**
- **One for one (1:1) non renounceable entitlements offer at \$0.001 per share to raise \$792,000 before costs (Entitlements Offer)**
- **Plus raise an additional \$300,000 by way of a placement of ordinary shares at \$0.001 per share before costs (Share Placement)**
- **Funds raised to be used primarily to drill TTE's share of new wells on Allen Dome, Texas with drilling set to commence fourth quarter of 2016**

TTE Petroleum Ltd (**TTE** or the **Company**) intends to undertake a non-renounceable entitlements offer on the basis of one new share for every one share held on the Record Date (anticipated 20th October 2016) to raise \$792,000 (before costs) plus undertake a placement to raise a further \$300,000 (before costs) to be approved by shareholders at the AGM to be held on 11 November 2016. The net proceeds of the capital raising will primarily be applied to fund the Company's 30% working interest share of the upcoming workover and drilling program on the Allen Salt Dome where a deep drilling target has recently been identified.

The Entitlement Offer will be partially underwritten by Barclay Wells Limited (Barclay Wells), and sub-underwritten by two Directors of the Company. The Company expects to lodge the Prospectus for the Entitlements Offer and Share Placement with ASIC within the next 5 days and to eligible shareholders shortly thereafter.

TTE Managing Director, Mr Paul Garner, said the recent review has identified a deep target on the eastern flank of Allen Dome, and that the 8,000 foot Yegua formation

represented the first comprehensive deep test of what has emerged as an outstanding prospect and the possible discovery of a new field .

Mr Garner also stated that “We are looking forward to the start of this exciting program on these assets within our portfolio and in particular the drilling of the deep target, which until now, has lacked adequate funding to be tested.”

Entitlements Offer

Pursuant to the Entitlements Offer, the Company will offer one (1) new fully paid ordinary share for every one (1) fully paid ordinary share held on the Record Date at an issue price of \$0.001 per share to raise A\$792,000 before transaction costs.

The entitlements are non-renounceable and will not be tradable on the ASX. TTE has engaged Barclay Wells as Lead Manager to the Offer.

It is intended that the funds raised to be used for the following purposes:

- funding of the development and planned drilling program for the Allen Dome drilling program;
- general working capital.

Share Placement

The Share Placement comprising 300 million fully paid ordinary shares at an issue price of \$0.001 per share.

It is intended that the shares will be placed to existing and new shareholders of the Company via a prospectus with the funds raised to be used for the investigation of new business opportunities.

For further information please contact:

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