

DEFINITIVE AGREEMENTS FINALISED WITH MERIDIAN HOLDINGS CO. TO SECURE UK PORT CAPACITY AND GAS SALE RIGHTS

HIGHLIGHTS:

- **Definitive Agreements finalised with Meridian Holdings Co. to secure UK port capacity and gas sale rights.**
- **Secures GEV substantial market access to the UK which is increasingly reliant on imported gas from European pipelines and delivered LNG.**
- **Includes gas volume rights of up to 300 MMscf/d of port capacity at Port Meridian & gas sale rights of up to 300 MMscf/d to Uniper Global Commodities SE.**
- **Discussions underway on identified gas resources located in the Atlantic Basin that are technically and commercially suitable for transport as Compressed Natural Gas (CNG).**
- **Meridian agreement can now fast-track GEV's maiden CNG project aligned with Port Meridian targeting a 2018 final investment decision.**
- **Maurice Brand appointed to Meridian Holdings Co Board of Directors.**

Further to the announcement made by Global Energy Ventures Ltd (ASX: GEV or the Company), (www.gev.com) on 18 May 2017, GEV is pleased to advise that it has signed an Investment Agreement with Meridian Holdings Co. (Meridian) as well as a Shareholders Agreement (collectively the "Agreements").

The Agreements provide for:

- A 5.0% equity interest in Meridian for the consideration of US\$2 million, with US\$1 million paid on 21 June 2017 and US\$1 million payable on 29 December 2017.
- **Meridian granting GEV:**
 - (i) **Gas volume rights of up to 300 MMscf/d of port capacity** at Meridian's proposed Port Meridian terminal in the United Kingdom, subject to regulatory approvals and a tolling terminal agreement; and
 - (ii) **Gas sale rights of up to 300 MMscf/d to Uniper under the Gas Sales Agreement** dated April 2015 between a wholly-owned subsidiary of Meridian and Uniper Global Commodities SE (a subsidiary of Uniper SE publicly traded on the Frankfurt Stock Exchange), subject to a gas assignment agreement.

GEV Executive Chairman, Maurice Brand said: *"The execution of the Agreements will secure GEV gas sale rights of 300 MMscf/d (~2.3 mtpa of LNG equivalent) over 20 years to one of the world's most liquid and transparent gas markets being that of the UK and*

*access to a Uniper, an investment grade credit rated customer. As the UK becomes increasingly reliant on imported gas, **we now have secured substantial market access which allows us to commercialize one or more of the various CNG opportunities that we are actively pursuing.***

*GEV considers the execution of these Agreements instrumental in allowing GEV to fast-track such CNG opportunities by teaming with Meridian. GEV, with our partner Meridian, will **now turn our focus to several gas resources in the Atlantic that are suitable for the transport of gas as CNG.** These opportunities represent substantial gas resources where either a gas pipeline or LNG solution are not technically or commercially viable under current market conditions.”*

Mr Brand added that GEV would be seeking to finalise its agreement with a CNG technology partner early in the 3rd quarter 2017.

Meridian’s Chief Executive Officer, Roger Whelan said: *“Meridian, together with its new and existing stakeholders, is very pleased to take this important step towards a 2018 final investment decision. We believe Port Meridian, with its deepwater port technology and Uniper Gas Sales Agreement, is uniquely suited to receive new and substantive natural gas supplies created through GEV’s innovative approach to integrated CNG development. I also welcome the appointment of GEV Chairman, Maurice Brand, to the Meridian Board of Directors.*

We are excited to bring a proven financial and strategic partner such as GEV to Meridian and the Port Meridian project, and look forward to supporting their pursuit of CNG opportunities to meet the United Kingdom’s energy needs for the next 20 to 30 years.”

GEV’s gas volume and sales rights are subject to UK regulatory clearances and the execution of a tolling terminal agreement (for port capacity) and gas assignment agreement (for gas sales to Uniper). Meridian’s front-end-engineering-design (FEED) study is scheduled to commence later this year, and once completed, will allow the above agreements to be executed mid-2018.

Port Meridian & The United Kingdom Gas Market

Located off the North West of England, next to the depleting Morecambe Bay gas fields, Port Meridian offers access to highly liquid and deep UK markets with interconnections to NW Europe. Port Meridian is designed to deliver interruptible or non-interruptible volumes directly into the deregulated UK market at a daily volume of up to 750 MMscf/d.

The United Kingdom gas market is increasingly dependent on imported supplies. As stated on UK gas retailer British Gas’s customer website, domestic gas production was over 90 bcm/year in 2000 and is expected to fall below 40 bcm/year by 2020. In 2015, the UK met 45% of its gas needs from domestic production with the remaining 38% from European pipelines and the remaining 17% from LNG imports. As domestic gas

production declines, it is expected that the UK will become increasingly reliant on gas imports.

The UK is also facing a gas storage issue as its largest gas storage facility – the Rough storage facility which provides about 70% of the country’s gas storage capacity – is facing operational issues, leaving the country susceptible to gas shortages. As a result, flexible gas solutions such as LNG and CNG are expected to become increasingly essential to securing the energy needs of the UK.

The wholesale gas market in Britain is unique in that it has one price for gas irrespective of where the gas comes from. This is called the National Balancing Point price of gas. The UK market is considered by suppliers and traders alike as either the first or second most liquid gas trading point in Europe.

About Global Energy Ventures Ltd

The Company’s mission is to create shareholder value through the delivery of CNG solutions to global gas markets. CNG is a well proven solution with technical and commercial advantages along with being safe and environmentally friendly.

About Meridian LNG

Meridian LNG is a wholly owned portfolio company of a fund advised by West Face Capital Inc., a Toronto- based institutional investment manager. Meridian LNG is focused on the development of Port Meridian together with Höegh LNG under a joint development agreement (JDA). Today’s announcement follows Meridian LNG’s execution of its 20-year GSA with Uniper Global Commodities, announced on 23 April 2015 and the 23 July 2015 Binding Tolling Agreement for 1.7 mtpa supply from Magnolia LNG.

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