



ASX / MEDIA ANNOUNCEMENT

6 September 2019

## CLARIFICATION OF THE LETTER OF INTENT SIGNED WITH SHIPYARD FOR CONSTRUCTION OF THE CNG OPTIMUM 200 SHIP

**TERMINATION PERIOD NOW 180 DAYS FROM SIGNING (PREVIOUSLY 90 DAYS)**

### KEY HIGHLIGHTS:

- **Letter of Intent (LOI) executed with Yantai CIMC Raffles Offshore Limited (CIMC Raffles) to build the CNG Optimum 200MMscf ship, announced 3 July 2019, has been revised from a term of 90 days to 180 days.**
- **CIMC Raffles is one of China's leading offshore builders dedicated to specialised projects with the full support of three shipyards, including their main yard Yantai, where the CNG ships are planned to be built. CIMC Raffles has completed in excess of USD 6 billion in EPC contracts since 2012.**
- **GEV and CIMC Raffles are working towards a binding shipbuilding Engineering, Procurement & Construction (EPC) contract, employing GEV's CNG Optimum design, for four (4) firm CNG Optimum ships, with the option for GEV to order up to an addition four (4) ships.**
- **No change to the proposed contract price range at USD 135-140 million per ship.**

As reported on 3 July 2019, Global Energy Ventures Ltd (ASX: **GEV**, the **Company**), announced the execution of a Letter of Intent (LOI) with Yantai CIMC Raffles Offshore, Ltd (**CIMC Raffles**) to build the CNG Optimum 200 ships. The LOI is based on a firm order for four (4) 200MMscf Compressed Natural Gas (CNG) ships with the option for GEV to order up to an additional four (4) ships. The parties have executed the LOI, with the intention of entering a Shipbuilding Engineering, Procurement & Construction (EPC) contract, employing GEV's CNG Optimum design.

**In the announcement to the ASX dated 3 July 2019, the term of the LOI was for ninety (90) days from the date of signing. GEV is pleased to advise its shareholders the term is now one-hundred and eight (180) days from the date of signing. There are no other changes.**

GEV, its advisors, and CIMC Raffles will continue to work towards an executable shipbuilding contract during this time and continue to refine the technical specifications.

### **Under the proposed Shipbuilding Contract the CNG Optimum ship will be:**

- designed, procured, built, tested, and delivered by the shipyard.
- capable of operating for the intended and defined waters for the purpose of delivering CNG from gas supply to gas buyer in generally accepted ocean shipping conditions.
- substantially based on the completed technical specification with accompanying documents/drawings provided to GEV.
- delivered on a fixed contract price based on the final technical specification and subject to, amongst other things, all four firm ships being committed for construction under the same Shipbuilding Contract, and adjustment for any revision to the Technical Specifications agreed to by the Parties.
- delivered on a thirty (30) month construction schedule for the first ship, then every four (4) months for the following three firm ships.



**CNG Optimum 200**

*Design One | Build Many | Operate Globally*



## ABOUT CIMC RAFFLES OFFSHORE, LTD

# CIMC RAFFLES

- CIMC Raffles is a 100% subsidiary company of CIMC Group, which is an international corporation providing high-quality offshore equipment and contract services to clients all over the world. Operations include: 4 Offshore and Marine Research & Development Centres, 3 offshore construction bases and 3 operation companies with nearly 10,000 staffs.
- The core business includes EPC, repairing & conversion and technical service of drilling rigs, production platforms, offshore supply vessels, ocean farming, offshore wind mill, etc. CIMC Raffles is also involved in platforms operation and leasing services. ([www.cimc-raffles.com](http://www.cimc-raffles.com))
- One of China's largest yard group with 3 suitable shipyards to build the CNG Optimum ships, especially the main yard i.e. Yantai yard where the CNG ships are planned to be built.
- CIMC Raffles will combine with CIMC ORIC and CIMC ENRIC to join the CNG O-200 carriers' technical specification and construction team:
- CIMC ORIC, a ship designer with an experienced design team who ever designed the first built CNG carrier in the world;
- CIMC ENRIC, a Hong Kong listed public company with an expert gas team who participated in the design and supplied the cargo system for the first built CNG carrier in the world.

## CIMC Raffle's Yantai Shipbuilding Construction Base. China.

### Construction Capability – Yantai Construction Base

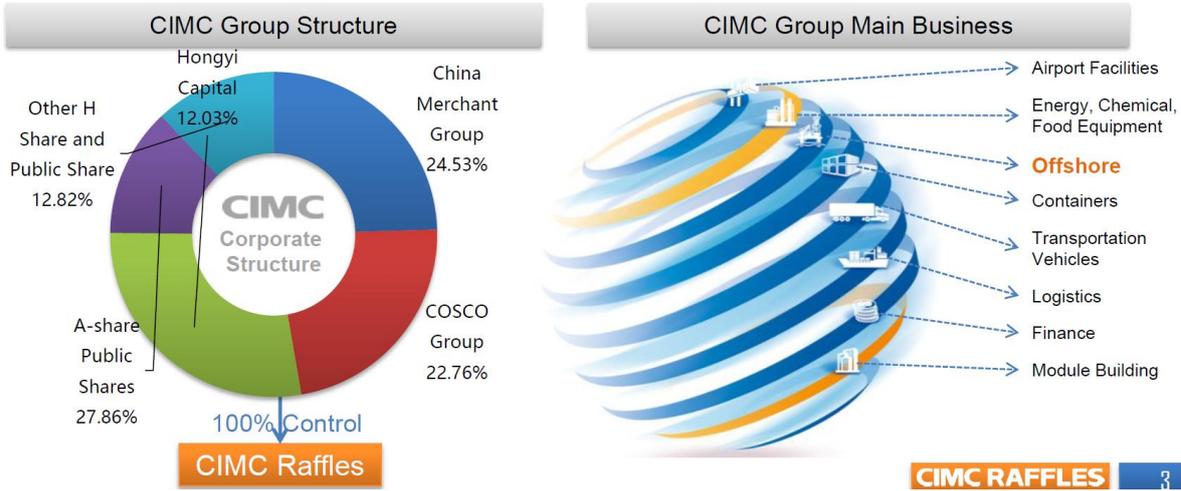


Yantai Construction Base mainly focuses on high-end offshore equipment EPC and commissioning:

- Area: 500,000m<sup>2</sup>
- Quay Length: >3000m
- Deep Water Berth: -18m
- 20000T Taisun Gantry Crane

## CIMC Group Overview

- China International Marine Containers (Group) Ltd. (CIMC) is a world leading supplier of logistics and energy equipment, headquartered in Shenzhen, China.
- CIMC Raffles is 100% controlled by CIMC Group.



Source: CIMC Raffles

## CIMC Raffles – Global Presence



Source: CIMC Raffles

## CIMC Raffles – Global Project Portfolio



Source: CIMC Raffles

## CIMC Raffles – Summary of Delivered Projects



Category	Detailed Product	No. of Delivery
Drilling Rig	Semi-Submersible Rig	9
	Jack-up Rig	10
Production Unit	FPSO/FSO	5
	Jack-up Production Platform	2
Offshore Specialized Vessel	Semi-Sub Accommodation/Crane Vessel	4
	Pipe Lay Vessel	2
	Accommodation Barge	2
	Fallpipe Vessel	1
	Semi-Submersible Heavy Lift Vessel	2
	AHTS	12
	PSV	4

Source: CIMC Raffles



#### FOR FURTHER INFORMATION PLEASE CONTACT

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#### ABOUT GLOBAL ENERGY VENTURES LTD

The Company's mission is to create shareholder value through the delivery of integrated CNG solutions to global gas markets. CNG is a well proven solution with design and commercial advantages along with being safe and environmentally friendly. This will be achieved by:

- Continue the roll out of **GEV CNG Optimum ship** and maintaining global leadership in marine CNG design;
- Pursue **multiple CNG projects** to improve the probability of success;
- Secure **access to strategic gas resources** that provides for an integrated CNG gas supply solution;
- Offer CNG project stakeholders **flexible commercial arrangements**;
- Employ **world class management** and staff that are leaders in their chosen discipline; and
- Maintain the **highest standards** of efficiency, safety and environmental responsibility.

#### FORWARD LOOKING STATEMENTS

This announcement may contain forward looking statements that are subject to risk factors associated with the gas and energy industry. The expectations reflected in these statements are currently considered reasonably based, but they may be affected by a range of variables that could cause actual results or trends to differ materially, including but not limited to : price and currency fluctuations, the ability to obtain reliable gas supply, gas reserve estimates, the ability to locate markets for CNG, fluctuations in gas and CNG prices, project site latent conditions, approvals and cost estimates, development progress, operating results, legislative, fiscal and regulatory developments, economic and financial markets conditions, including availability of financing . All references to dollars, cents or \$ in this document is a reference to AUD Dollars, unless otherwise stated. Investors should make and rely upon their own enquiries before deciding to acquire or deal in the Company's securities.