



RNS Agreement

Shares Subscription Facility Agreement

PENNPETRO ENERGY PLC

Released 07:00:04 02 June 2021

RNS Number : 5489A
Pennpetro Energy PLC
02 June 2021

2 June 2021

Pennpetro Energy plc

("Pennpetro", the "Company" or the "Group")

Execution of a three-year £20,000,000 Shares Subscription Facility Agreement

Pennpetro Energy, an independent oil and gas company focusing on production in the Gonzales Oil Field in Texas, USA., is pleased to announce the execution of a three-year £20,000,000 Share Subscription Facility Agreement ("Facility") with GEM Global Yield LLC SCS, Luxembourg, and GEM Yield Bahamas Limited (GEM Global). The facility is available to use at the Company's discretion, subject to terms, for both general corporate purposes and the advancement of its petroleum development projects. Pennpetro Energy will control the timing and the maximum number of drawdowns under this facility and has no minimum drawdown obligation. In addition to the subscription of equity through the facility, the Company has agreed to the issuance of up to 12 million warrants at 40 pence each.

GEM is a US\$3.4 billion alternative investment group with offices in New York, Paris, Nassau, and Los Angeles that manages a diverse set of investment vehicles, often preferring to partner with management teams and operators and together with them execute strategic plans and create value. GEM has completed over 435 transactions in 72 countries worldwide.

The Company's on ground technical team based in Texas and headed by Andy Clifford has made excellent forward progress in the implementation of the current Gonzales petroleum development plans with the prognosis that the drilling of the Company's second and third wells is focused on an August start. Thereafter, the Company intends to relocate back to COG#1-H, its initial development well to re-enter the Austin Chalk formation to produce from the initial oil flows encountered during first drilling, in addition to the Buda productive formation from which the Company has produced first oil, and, as previously stated, has now drill proved that reservoir as a productive oil-bearing zone.

Due to additional work commitments to his full-time executive roles external to the Company, Mr. Philip Nash has relinquished his non - executive directorship, but will remain engaged on the Company's current audit due for issuance on 30th June. The Company appreciates the dedication and focus that Mr. Nash brought and wishes him well in his expanded corporate role.

For further information, please contact:

Pennpetro Energy plc

Thomas Evans

tme@pennpetroenergy.co.uk

Instinctif

Mark Garraway / Sarah Hourahane / Galyna Kulachek

pennpetro@instinctif.com

+44 (0)20 7457 2020

NOTES TO EDITORS

Pennpetro Energy is an independent oil and gas company focusing on production in the Gonzales Oil Field in Texas, USA. Shares in the company were admitted to the Official List of the London Stock Exchange by way of a Standard Listing on 21 December 2017.

Further information on the Company can be found at www.pennpetroenergy.co.uk

This information is provided by RNS, the news service of the London Stock Exchange. RNS is approved by the Financial Conduct Authority to act as a Primary Information Provider in the United Kingdom. Terms and conditions relating to the use and distribution of this information may apply. For further information, please contact rns@lse.com or visit www.rns.com.

RNS may use your IP address to confirm compliance with the terms and conditions, to analyse how you engage with the information contained in this communication, and to share such analysis on an anonymised basis with others as part of our commercial services. For further information about how RNS and the London Stock Exchange use the personal data you provide us, please see our [Privacy Policy](#).

END

AGRUPUPPQUPGUAP

London Stock Exchange plc is not responsible for and does not check content on this Website. Website users are responsible for checking content. Any news item (including any prospectus) which is addressed solely to the persons and countries specified therein should not be relied upon other than by such persons and/or outside the specified countries. [Terms and conditions](#), including restrictions on use and distribution apply.

© 2021 London Stock Exchange plc. All rights reserved.