

November 7, 2012

## **Tangiers raises \$2m in heavily over-subscribed SPP**

***When combined with Share Placement, Eve Howell-led group will receive \$7m cash injection to help fund Africa farm-in and acquisition opportunities***

Tangiers Petroleum Limited (ASX:TPT, AIM:TPET) is pleased to advise that it has raised \$2 million through its Share Purchase Plan ("SPP") at 28c per share (GBP £0.18).

The Company had originally intended to raise \$800,000 however, with a view to bringing forward the Company's growth strategy, meeting the Company's work program commitments and providing additional working capital until the farm-out of the Company's existing projects have been achieved, the Board has resolved to increase the maximum amount to \$2 million after receiving applications totalling \$3.8 million.

The \$2 million SPP is in addition to the \$5 million Tangiers has received firm commitments for through a two tranche placement of approximately 18.2 million shares at an issue price of A\$0.28 (GBP £0.18) per share to sophisticated and institutional investors. The first tranche of the Placement comprising approximately 8.2 million shares has been completed. The balance of 10 million shares will be issued in the second tranche subject to shareholder approval at a General Meeting of shareholders scheduled to be held on November 16, 2012.

Under the terms and conditions of the SPP that were detailed in a booklet sent to shareholders, the Company retained a wide discretion in respect of the allotment policy to be adopted in the SPP. Without limiting the Company's discretion, the Company has resolved to treat as invalid, applications including those set out below:

- Applications with a registered address outside Australia and/or New Zealand;
- Applications for less than the minimum subscription of \$1,000;
- Applications by shareholders with multiple holdings who have lodged more than one SPP application; and
- Applications which do not conform with regulatory requirements including the Corporations Act 2001, ASX Listing Rules or ASIC class orders.

Shareholders whose applications are not accepted will receive a full refund without interest as provided under the terms of the SPP. Otherwise, all applications which the Company proposes to accept will be scaled back on a pro rata basis and should receive approximately 52% of the amount applied for in the SPP.

The anticipated completion dates of the SPP are as follows:

Allotment Date	Friday, 9 November 2012
Despatch Refund Cheques	Monday, 12 November 2012
Despatch Holding Statements	Monday, 12 November 2012

DJ Carmichael acted as Lead Manager to the Australian Placement and SPP.

The proceeds of the raising will be used to help underpin the growth strategy being devised for Tangiers by the new Board, which consists of Eve Howell, the Company's new Executive Chairman, Brent Villemarette, ongoing Executive Director, and Max de Vietri, who has joined the Tangiers Board as a Non-executive Director.

Ms Howell is a highly experienced petroleum executive who enjoyed a distinguished career with Woodside, where she was Executive Vice President of the North West Shelf project and Chief Executive of the North West Shelf Venture. Prior to joining Woodside in 2006, Ms Howell was a senior executive with Apache, holding the positions of Regional Vice President at Apache Corporation and Managing Director of the Australian subsidiary Apache Energy.

Mr de Vietri is a successful geologist who has played a leading role in major petroleum and mineral projects around the world. In particular, he is widely regarded as the person who uncovered Mauritania's and Mali's petroleum potential. He founded and ran the ASX-listed Baraka Petroleum, vending in an extensive package of African tenements.

Tangiers' strategy is aimed at growing the Company into a substantial African petroleum group. This will involve pursuing opportunities in Africa, including potential farm-in deals and acquisitions.

"The overwhelming demand for the SPP is a strong vote of confidence in the new Board and its strategy for growth," Ms Howell said. "When combined with the proceeds of the Placement, we will have the funds needed to accelerate the process of identifying and assessing attractive acquisition and farm-in opportunities."

**For more information, please contact:**

**Australia**

Mr Paul Armstrong  
Read Corporate  
+ 61 8 9388 1474  
0421 619 084

**United Kingdom**

Mr Ed Portman  
Tavistock Communications  
+ 44 20 7920 3150