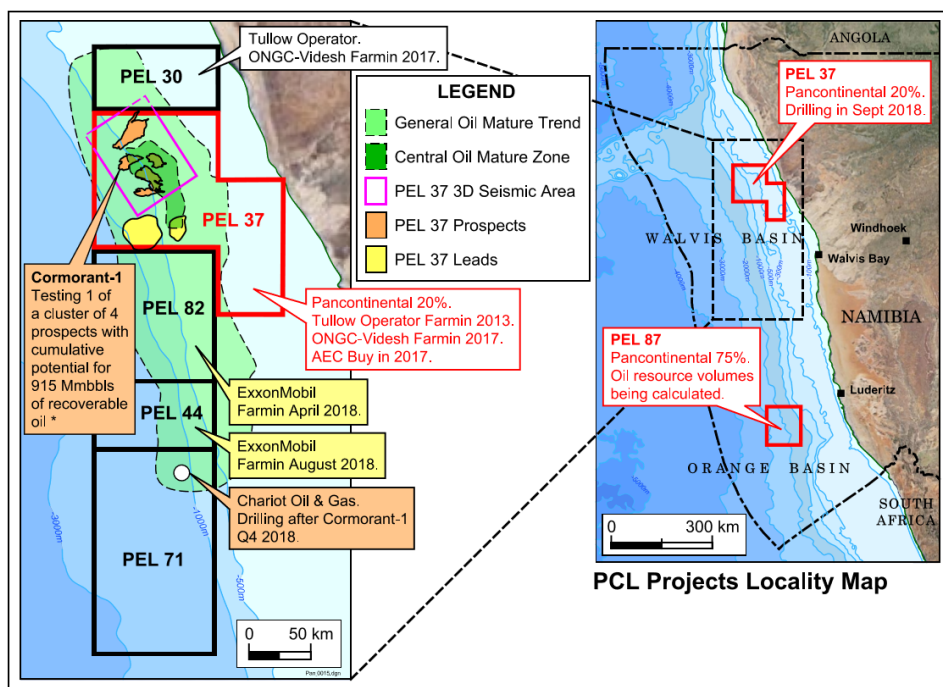


## Rig On Site to drill Cormorant-1 in PEL 37 Offshore Namibia

Pancontinental Oil & Gas is pleased to announce that, on 3rd September 2018, the drillship Ocean Rig Poseidon transited to, and reached the drilling site of the Cormorant-1 well offshore Namibia. Drilling is expected to commence later on 3rd September or on 4th September.



Cormorant-1 will test one of a series of large Cretaceous submarine turbidite "fans".

PEL 37 is operated by Tullow Namibia Limited, a subsidiary of Tullow Oil plc. Pancontinental, with an effective 20% interest, is not required to contribute to the "uncapped" cost of drilling under a farmin "carry" by Tullow Oil.

Pancontinental Blocks PEL 37 (PCL 20%) and PEL 87 (PCL 75%) Offshore Namibia

Upon the commencement of drilling, Pancontinental will receive cash of US\$5.5 million (A\$7.5 million) from Africa Energy Corp.

The participants in Cormorant-1 are-

Tullow Namibia Limited (Operator)	35.00%
Pancontinental Namibia Pty Ltd	30.00% *
ONGC Videsh Limited	30.00%
Paragon Oil & Gas (Pty) Ltd	5.00%

\* Ownership of Pancontinental Namibia Pty Ltd:  
Pancontinental Oil & Gas NL 66.67%  
Africa Energy Corp. 33.33%

For and on behalf of  
**Pancontinental Oil & Gas NL**

**John Begg**  
CEO and Executive  
Director

Head Office – Level 1, 10 Ord Street, West Perth, Western Australia 6005  
Postal Address - PO Box 1154, West Perth, Western Australia 6872  
Telephone +61 8 6363 7090 Facsimile +61 8 6363 7099  
ACN 003 029 543