

**Pancontinental receives cash injection of US\$5.5 million
(~AU\$7.6 million) to complete Africa Energy Corp's
investment in Pancontinental Namibia**

- Pancontinental Namibia Pty Ltd ("PNPL") holds a 30% interest in the highly prospective licence PEL 37, offshore Namibia which is currently in drilling operations. The Company is free carried for the cost of the drilling.
- Pancontinental Oil and Gas NL ("Pancontinental") owns 66.67% of PNPL with a wholly owned subsidiary of Africa Energy Corp. ("Africa Energy") now holding a 33.33% interest in the Company. Pancontinental's ownership in PNPL gives it an effective 20% interest in PEL 37.
- The consideration for the issue of shares was a total of US\$7.7 million (approximately AU\$10 million) payable by Africa Energy in two stages. The first payment of US\$2.2 million (approximately AU\$3 million) was received by Pancontinental at closing. The second payment of US\$5.5 million (approximately AU\$7.6 million) was received today after the spud of the Cormorant-1 well this week.

Pancontinental is pleased to announce that it has today received US\$5.5 million (approximately AU\$7.6 million) from Africa Energy as the final instalment of its investment in subsidiary PNPL.

Africa Energy now owns 33.33% of PNPL with Pancontinental retaining 66.67%.

About Africa Energy Corp.

Africa Energy Corp. is a Canadian oil and gas exploration company listed on the Toronto Venture Exchange under ticker symbol "AFE". The Company is part of the Lundin Group of Companies and is actively building an exploration portfolio across Africa. For more information, visit the website at: www.africaenergycorp.com

For and on behalf of
Pancontinental Oil & Gas NL

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