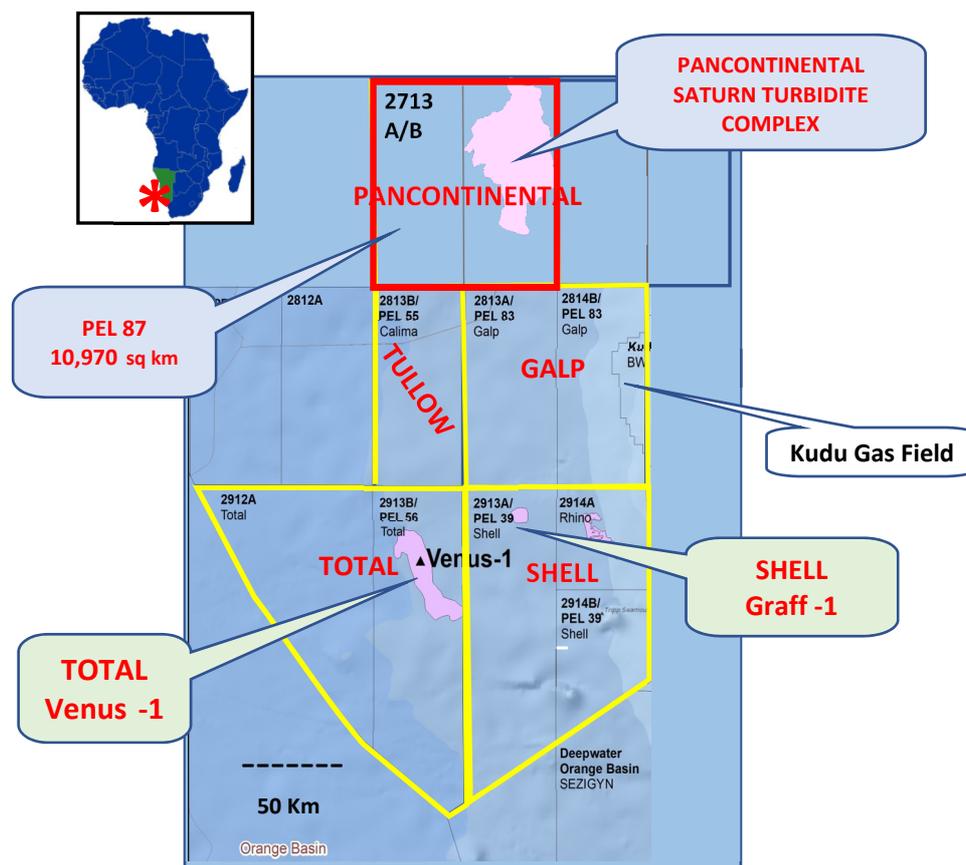


SECOND WELL SPUDS OFFSHORE NAMIBIA ON-TREND TO PANCONTINENTAL'S PEL 87

- Two wells now drilling on-trend to Pancontinental's giant PEL 87 Saturn oil play
- Shell has commenced the Graff-1 oil exploration well in the Orange Basin, offshore Namibia using drillship Ensco DS-10
- French major Total also now drilling the Venus-1 ultra-deep exploration well (See Pancontinental announcement 3 December 2021)



Pancontinental Technical Director Mr Barry Rushworth commented:

"This is a very exciting time for Pancontinental, with the huge oil potential of our Saturn turbidite complex in PEL 87 being drilled on-trend by Shell and Total".

"These wells are recognised worldwide as two of the most important oil exploration wells of the year. Total's Venus-1 well spudded recently, and now Shell has started its Graff-1 well".

"Pancontinental's Saturn turbidite complex is geologically similar in many ways, particularly to the Venus Prospect".

"These turbidite plays are like very large oil fields elsewhere in Africa, triggering significant interest in offshore Namibia from major oil companies and Africa specialists".

"In this prime region, drilling success could open up a complete new African oil play".

*"Pancontinental is the **only** listed junior energy company strategically positioned alongside the major industry players in this exciting oil play offshore Namibia".*

PEL 87 Joint Venture

The participants in the PEL 87 joint venture are:

Pancontinental Orange Pty Ltd (Operator)	75%
Custos Investments (Pty) Ltd	15%
National Petroleum Corporation of Namibia (NAMCOR)	10%

".....we are sitting at the mouth of the Orange basin, it is a major delta system with all the plays that you typically can expect in a delta system".

"This looks exactly like (some) huge discoveries that have been made (elsewhere)".

*"I think we are on to a world-class, prolific mixed turbidite-contourite system that should soon be drilled". **

*Source- SHELL STATEMENT 5 December 2019

Authorised for release by the Board of Pancontinental Energy NL

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