



**PANCONTINENTAL**

## **ASX Companies Announcement Office**

15 May 2012

### **Share Purchase Plan Update**

Pancontinental Oil & Gas NL (“Pancontinental” “the Company”) (ASX Code: PCL) is pleased to announce that it has raised A\$572,500 through a Share Purchase Plan (“SPP”), which was launched in conjunction with a A\$45 million Placement (“Placement”).

The SPP and Placement will fund the Company through extensive exploration programmes over Kenyan Blocks L10A & L10B, further exploration work over Kenya Block L8, a portion of its share of costs of the upcoming L8 Mbawa well, seismic work over Kenya Block L6, seismic work over Namibia EL 0037 and for business development and general working capital purposes.

Pancontinental has received applications for a total of 3.27 million ordinary shares from existing eligible shareholders, and the SPP has now closed.

Pancontinental’s CEO, Barry Rushworth, said:

“The Pancontinental Board wishes to gratefully acknowledge the support of shareholders in the Share Purchase Plan. We are looking forward to the most significant 12 months ever for the Company, starting with drilling the giant Mbawa prospect targeted for Q3 2012.

With the high demand for offshore Kenyan and Namibian exposure from both industry players and from the investment community and with the limited opportunities available to enter these plays, Pancontinental is extremely well positioned in these exciting emerging oil and gas regions.

We are confident that Pancontinental is about to embark on a very significant period of growth for its shareholders. Pancontinental is now in a strongly funded position and this will enable the Company to maintain its participating interest levels in its various projects.”

Allotment of the shares under the SPP is scheduled to occur on 18 May and holding statements would be despatched to shareholders shortly thereafter.

### **ABOUT PANCONTINENTAL**

Pancontinental Oil & Gas is listed on the Australian Securities Exchange (ASX: PCL).

Pancontinental has a 15% interest in offshore Kenya licence L8 (Mbawa) (reduced from 25% by farmout to Tullow Kenya B.V.), a 40% interest in the adjacent licence L6 and a 15% interest in Kenya licences L10A and L10B, operated by BG Group.

Co-venturers in these four Kenyan licences (although not in each licence) are Apache, Tullow Oil, Origin Energy, Cove Energy, Premier Oil, BG Group and FAR.

Offshore Namibia, Pancontinental was awarded the 17,000 sq km licence EL 0037 in 2011.  
Pancontinental holds 85% and is the operator of this licence.

Pancontinental's website is [www.pancon.com.au/](http://www.pancon.com.au/)

Yours sincerely for and on behalf of  
**Pancontinental Oil & Gas NL**

A handwritten signature in black ink, appearing to read 'B. Rushworth', written in a cursive style.

**Barry Rushworth**  
**CEO and Director**