



June 28, 2019

Sale of Namibia PEL 90 - Update

Highlights:

- Execution of binding agreement for the sale of Namibia PEL 90 (Block 2813B) for US\$2.0 million (~**A\$2.9 million**) plus success bonuses.
- Funds from the sale to be allocated towards Calima's core Montney project and for working capital.

Calima Energy Limited (ASX:CE1) ("Calima" or the "Company") is pleased to announce that further to its market announcement on 23 May 2019 it has entered into a formal sale and purchase agreement to sell its interest in the Namibia PEL 90 licence (Block 2813B) to Tullow Namibia Limited (Tullow), a subsidiary of Tullow Oil plc, a leading deep-water operator with an outstanding track record in Africa. The transfer of title contemplated by the agreement is subject to customary Government and partner approvals relating to the assignment of interest and transfer of Operatorship.

Calima will receive US\$2.0 million on completion. Success bonuses totalling US\$10.0 million will be paid in two equal tranches (US\$5.0 million) following the grant of a production licence and then upon the commencement of commercial production.

Alan Stein, Calima's Managing Director commented:

"The completion of a binding sale and purchase agreement is a significant milestone towards completion of this transaction. We shall now work with the Government and our joint venture partners to secure the necessary consents and approvals required to reach completion."

For further information visit www.calimaenergy.com or contact:

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