



Armour Energy Limited
11 September 2015
Roma Shelf Asset Acquisition
Funding Update

Highlights:

- **Armour provides an update on the arrangements being advanced to fund the acquisition of the Roma Shelf assets.**
- **Process of securing additional funding proposals is ongoing.**

The Directors of Armour Energy Ltd (**'Armour'** or the **'Company'**, ASX: **AJQ**) wish to provide the market with an update on the arrangements being advanced to fund the acquisition of the Roma Shelf assets.

On 2 September 2015, Armour announced that it had entered into Sale and Purchase Agreements to acquire the oil and gas interests of Origin Energy Limited at Roma in the Surat Basin, Queensland for \$13m (**Roma Shelf Acquisition**).

In terms of funding for the Roma Shelf Acquisition, Armour currently proposes to utilise its existing cash resources together with debt financing. Prior to the execution of the agreements for the Roma Shelf Acquisition, the Company had received a funding proposal from major shareholder, DGR Global Limited, which proposed a debt financing package of \$15 million on commercial terms (**DGR Proposal**).

Separately, the Company is also in advanced discussions with other third party financiers both as an adjunct to, and alternative to, the DGR Proposal.

Whilst the DGR Proposal is capable of acceptance by Armour, the term sheet has not been signed (nor any definitive documents finalized or executed).

Armour continues to engage with a variety of parties with respect to funding alternatives to the DGR Proposal. Armour is aiming to update the market shortly in this respect.

A handwritten signature in blue ink, appearing to read "K. Schlobohm".

On behalf of the board
Karl Schlobohm
Company Secretary

For further information contact:

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About Armour Energy

Armour Energy is focused on the discovery and development of world class gas and associated liquids resources in an extensive and recently recognised hydrocarbon province in northern Australia. This region has only recently had its shale potential identified by Armour Energy. The domestic and global demand for gas, combined with the new shale extractive technologies and experienced personnel, provides Armour with an extraordinary opportunity to define and ultimately develop a new liquids rich gas province.

Armour Energy's permit areas are characterised by low population densities, cooperative stakeholders and aspects of the natural environment suited to the exploration and development of a future gas and liquids province. Armour places considerable importance on close liaison with traditional owners and all stakeholders.

Armour Energy is focusing on the exploration of the McArthur, South Nicholson and Georgina Basins in the Northern Territory and Queensland, and in the onshore Gippsland Basin in Victoria in joint venture with Lakes Oil, for gas and associated petroleum liquids.

Armour's acquisition of assets and resources on the Roma Shelf will establish the company's future as a petroleum producer.

Further information regarding Armour Energy Limited is available on Armour's website at www.armourenergy.com.au