



ASX / MEDIA RELEASE

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2 May 2018

ON-MARKET SHARE BUY BACK

Metgasco Ltd (**Metgasco** or the **Company**) is pleased to announce that the Board has approved the implementation of an on-market share buyback of up to 10% of Metgasco's ordinary shares for a period of 12 months commencing on 16 May 2018 (**Buyback**).

The Buyback will be conducted within the "10/12/limit" as defined in the *Corporations Act 2001 (Cth)* and does not require shareholder approval.

Metgasco will buy shares under the Buyback if the Board believes that the shares are trading below their intrinsic value and any decision to buy shares under the Buyback will be effected against the backdrop of existing market conditions, the trading range of the Company's securities and capital priorities of the Company in respect of existing projects and new transactions. The Board believes that the Buyback is in the interests of all shareholders and is considered sound capital management.

Further details about the Buyback are set out in the enclosed Appendix 3C.

- ENDS -

Background on Metgasco

www.metgasco.com.au

Metgasco is presently pursuing new opportunities in the Oil & Gas sector. It holds an interest, via a secured production development funding facility, equity options and participation rights, in U.S Gulf of Mexico company Byron Energy Limited (ASX:BYE). It also holds a 100% interest in Cooper Basin exploration assets ATP 2020P and ATP 2021P. Metgasco further holds a 10% (non-operating) farmed-in interest in Byron's Bivouac Peak Louisiana hydrocarbon project with a planned initial well testing a Gross prospective resource of 32,270 Mboe in addition to farm-in rights in relation to Byron's Gulf of Mexico portfolio. Aside from its \$5.0 million secured receivable noted above, Metgasco holds cash investments of approximately A\$6.4 million.

For further information contact:

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Appendix 3C

Announcement of buy-back (except minimum holding buy-back)

Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/9/99. Origin: Appendix 7B. Amended 13/3/2000, 30/9/2001, 11/01/10

Name of entity

METGASCO LTD

ABN/ARSN

24 088 196 383

We (the entity) give ASX the following information.

Information about buy-back

1	Type of buy-back	On-market buyback (within 10/12 limit)
2	⁺ Class of shares/units which is the subject of the buy-back (eg, ordinary/preference)	Ordinary shares
3	Voting rights (eg, one for one)	One for one
4	Fully paid/partly paid (and if partly paid, details of how much has been paid and how much is outstanding)	Fully paid
5	Number of shares/units in the ⁺ class on issue	398,464,823
6	Whether shareholder/unitholder approval is required for buy-back	No
7	Reason for buy-back	The buyback is being conducted to acquire shares that are trading at a value below what the Board believes to be the intrinsic value of the shares. The Buyback is intended to benefit all shareholders.

⁺ See chapter 19 for defined terms.

Appendix 3C

Announcement of buy-back

- | | | |
|---|---|--|
| 8 | Any other information material to a shareholder's/unitholder's decision whether to accept the offer (<i>eg, details of any proposed takeover bid</i>) | None, apart from any information publicly disclosed by the Company through the ASX prior to the date of this announcement. |
|---|---|--|

On-market buy-back

- | | | |
|----|---|---|
| 9 | Name of broker who will act on the company's behalf | Blue Ocean Equities Pty Limited |
| 10 | Deleted 30/9/2001. | |
| 11 | If the company/trust intends to buy back a maximum number of shares - that number

<small>Note: This requires a figure to be included, not a percentage.</small> | Up to a maximum of 10% of the issued ordinary shares of the Company as at the date of this announcement, being 39,846,482 shares. The Company reserves the right to suspend or terminate the buyback at any time. |
| 12 | If the company/trust intends to buy back shares/units within a period of time - that period of time; if the company/trust intends that the buy-back be of unlimited duration - that intention | Commencing no earlier than Wednesday, 16 March 2018 and ending within 12 months from the date of this announcement. The Company reserves the right to suspend or terminate the buyback at any time. |
| 13 | If the company/trust intends to buy back shares/units if conditions are met - those conditions | N/A |

Employee share scheme buy-back

- | | | |
|----|---|-----|
| 14 | Number of shares proposed to be bought back | N/A |
| 15 | Price to be offered for shares | N/A |

⁺ See chapter 19 for defined terms.

Selective buy-back

- | | | |
|----|--|-----|
| 16 | Name of person or description of class of person whose shares are proposed to be bought back | N/A |
| 17 | Number of shares proposed to be bought back | N/A |
| 18 | Price to be offered for shares | N/A |

Equal access scheme

- | | | |
|----|---|-----|
| 19 | Percentage of shares proposed to be bought back | N/A |
| 20 | Total number of shares proposed to be bought back if all offers are accepted | N/A |
| 21 | Price to be offered for shares | N/A |
| 22 | +Record date for participation in offer
<small>Cross reference: Appendix 7A, clause 9.</small> | N/A |

Compliance statement

1. The company is in compliance with all Corporations Act requirements relevant to this buy-back.

or, for trusts only:

1. The trust is in compliance with all requirements of the Corporations Act as modified by Class Order 07/422, and of the trust's constitution, relevant to this buy-back.
2. There is no information that the listing rules require to be disclosed that has not already been disclosed, or is not contained in, or attached to, this form.



Sign here:
(Company secretary)

2 May 2018
Date:

Print name: PHIL MACKEY

⁺ See chapter 19 for defined terms.