

October 5, 2021

## **ZENITH ENERGY LTD.**

("Zenith" or the "Company")

### **New record electricity production revenue**

Zenith Energy Ltd. ("Zenith" or the "Company") (LSE: ZEN; OSE: ZENA), the listed international energy production and development company, is pleased to announce that its production activities in Italy have achieved a new record in terms of profitability because of the current favourable energy pricing climate.

#### **Electricity production in Italy**

The Company is pleased to report, further to its announcement dated September 16, 2021, that its electricity generation activities at the Torrente Cigno concession in Italy, where low-grade natural gas production is used to generate electricity, have registered a new record in terms of profitability.

During the month of September 2021, the Company produced a total of approximately 920 MWh, a small increase in respect of the previous month.

Electricity prices during the month of September 2021 have averaged approximately EUR 157 per MWh, resulting in net revenues of approximately EUR 150,000 per month. The current net production costs remain fixed at approximately EUR 35,000 per month.

An application for the New Common Shares to be listed on the standard segment of the FCA Official List and to be admitted for trading on the London Stock Exchange Main Market for listed securities will be made within 12 months of the issue date.

#### **Issue of equity in respect of Winance Loan Agreement**

The Company has issued 3,953,708 new common shares of no par value (the "New Common Shares") at an issue price of **NOK 0.1266** (equivalent to approximately £0.011) to Winance in respect of the Loan Agreement announced to the market on May 26, 2021.

#### **Total Voting Rights**

The Company wishes to announce, in accordance with the UK Financial Conduct Authority's Disclosure Guidance and Transparency Rules, as well as section 3.10 of the Euronext Growth Oslo Rule Book Part II, the following revised information resulting from the issuance of the New Common Shares:

Class of share	Total number of shares	Number of voting rights per share	Total number of voting rights per class of share
Common Shares in issue and admitted to trading on the Main Market of the London Stock Exchange	313,400,824	1	313,400,824
Common Shares in issue and admitted to trading on the Euronext Growth Market of the Oslo Børs - representing the total outstanding common share capital of the Company	1,411,665,358	1	1,411,665,358

**Luca Benedetto, Chief Financial Officer and Managing Director of Italian operations, commented:**

“The continued record profitability of our Italian operations by way of our electricity generation activities at Torrente Cigno is a source of great satisfaction for the Zenith team.

We have begun studying ways of increasing our electricity production operations in Italy at the Torrente Cigno concession making use of the existing infrastructure, including the potential drilling of the Masseria Vincelli 2 sidetrack well, in order to further benefit from the current pricing environment which is projected to remain extremely favourable for the rest of the year and beyond.”

**Further Information:**

<b>Zenith Energy Ltd</b>	
Andrea Cattaneo, Chief Executive Officer	Tel: +1 (587) 315 9031
	E-mail: <a href="mailto:info@zenithenergy.ca">info@zenithenergy.ca</a>
<b>Allenby Capital Limited - Financial Adviser &amp; Broker</b>	
Nick Harriss Nick Athanas	Tel: + 44 (0) 203 328 5656

The information included in this announcement is defined as inside information pursuant to MAR article 7 and is publicly disclosed in accordance with MAR article 17 and section 5 -12 of the Norwegian Securities Trading Act. The announcement is made by the contact person.

**Notes to Editors:**

Zenith Energy Ltd. is an international oil and gas production company, listed on the London Stock Exchange (LSE:ZEN) and the Euronext Growth Market of the Oslo Stock Exchange (OSE:ZENA).

Zenith's development strategy is to identify and rapidly seize value-accretive hydrocarbon production opportunities in the oil & gas sector, specifically in Africa.