



INVICTUS
ENERGY LIMITED

Funding completed for mobilisation of drilling rig & long lead items

DATE: 25 JANUARY 2022

HIGHLIGHTS

- Placement and SPP funding raises \$8m
- \$4m SPP oversubscribed and has closed
- 2-well drilling program planned for May 2022, with proceeds to be used to fund the mobilisation of the Exalo #202 drilling rig and long lead items
- Muzarabani-1 well targeting prospective resources of 8.2 Tcf+ 247m barrels conventional gas condensate

Invictus Energy Limited ("Invictus" or "the Company"), is pleased to provide an update on the activities of its 80% owned and operated Cabora Bassa Project in Zimbabwe.

Capital raising initiative

Invictus is pleased to confirm that further to its announcement on 29 December 2021, and together with the Securities Purchase Plan (SPP) closing on 18 January 2022, it has completed its capital raising programme. A total of \$8m was raised comprising of \$4m via a placement¹ and \$4m via a SPP.

Due to overwhelming demand and to accommodate as many eligible shareholders as possible, the SPP was doubled from \$2m to \$4m. The SPP was supported and oversubscribed by Invictus shareholders with a total of 39,999,775 SPP shares issued raising \$4m. All SPP applicants receive a one-for-two free attaching option with an exercise price of \$0.14 and expiry of 31 January 2025. A total of 19,999,734 options were issued pursuant to the Company's ASX Listing Rule 7.1 allowance.

Use of funds

Proceeds from the SPP and placement will be used to fund a range of initiatives to develop Invictus's flagship Cabora Bassa Project. These include:

- Payment of the rig mobilisation fee
- Purchase of long lead items for the planned 2-well drilling programme
- Finalisation of CB21 Seismic Survey data processing
- General working capital

About Invictus Energy

Invictus Energy Ltd is an independent oil and gas exploration company focused on high impact energy resources in sub-Saharan Africa. Our asset portfolio consists of a highly prospective 250,000 acres within the Cabora Bassa Basin in Zimbabwe. Special Grant 4571 contains the world class multi-TCF Muzarabani and Msasa conventional gas-condensate prospects.

Board & Management

Dr Stuart Lake

NON-EXECUTIVE CHAIRMAN

Joe Mutizwa

NON-EXECUTIVE & DEPUTY CHAIRMAN

Scott Macmillan

MANAGING DIRECTOR

Gabriel Chiappini

NON-EXECUTIVE DIRECTOR & COMPANY SECRETARY

Brent Barber

COUNTRY MANAGER

Placement to strategic Zimbabwe institutional investor Mangwana

As announced to the ASX on 17 January 2022, Mangwana Opportunities Fund ("Mangwana" or "the Fund") has agreed to increase its investment in Invictus by way of a placement for \$500,000. Mangwana is an investor owned, closed end investment company which is managed by Mangwana Capital. The placement to Mangwana is strategic for Invictus as it increases Zimbabwean ownership in the Company. The fund comprises a broad range of Zimbabwe's institutional investors including state-owned and major pension funds and invests primarily in the fields of agriculture, natural resources and tourism. The Fund has prescribed asset status and has been granted tax exempt status by the Zimbabwean Ministry of Finance.

The placement securities to Mangwana have been issued under the Company's placement capacity pursuant to ASX Listing Rule 7.1 with shares placed on the same terms outlined in the announcement to the ASX on 29 December 2021. The shares are to be issued at \$0.10 per share and inclusive of a one-for-two free attaching option, \$0.14 exercise price, expiring 31 January 2025. A total of 5,000,000 shares and 2,500,000 options are to be issued to Mangwana. The Mangwana shares issued under the placement will be escrowed for a period of three months from date of issue.

Invictus Managing Director Scott Macmillan said:

"Invictus is in a strong position ahead of its planned May drilling campaign thanks to an excellent show of support from retail investors and recent SPP participants, which allowed the Company to double its targeted raise ahead of launching key pre-drilling initiatives in coming weeks.

Mangwana's increased stake in Invictus adds significant local ownership weight to the Company and aligns well with the Company's commitment to in-country investor, community and government stakeholders, among others.

Freshly processed data from the CB21 Seismic Survey evidenced a target-rich hydrocarbon environment and identified multiple anomalies of interest.

"The Company will now turn its attention to preparation for drilling at our Cabora Bassa Project, namely the world class Muzarabani prospect, with further updates regarding pre-drilling activity to be released in the near future."

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Authorised for release by the Board

For further information on Invictus Energy, please visit the Company's website at www.invictusenergy.com



About the Cabora Bassa Project

The Cabora Bassa Project encompasses the Muzarabani Prospect, an 8.2 TCF and liquids rich conventional gas-condensate target, which is potentially the largest, undrilled seismically defined structure onshore Africa. The prospect is defined by a robust dataset acquired by Mobil in the early 1990s that includes seismic, gravity, aeromagnetic and geochemical data. The Company is advancing the current exploration program with the acquisition of infill seismic data for a planned 1H 2022 basin opening drilling campaign.

#Cautionary Statement: *The estimated quantities of petroleum that may be potentially recovered by the application of a future development project relate to undiscovered accumulations. These estimates have both an associated risk of discovery and a risk of development. Further exploration, appraisal and evaluation are required to determine the existence of a significant quantity of potentially movable hydrocarbons. Prospective Resource assessments in this release were estimated using probabilistic methods in accordance with SPE-PRMS standards.*

The Company is not aware of any new information and that all material assumptions and technical parameters underpinning prospective resource estimate continue to apply and have not materially changed. For further details on the Prospective Resource refer to the 1 July 2019 ASX announcement.

***Giant fields** are conventional oil or gas fields with a recoverable reserve of 500 MMboe or more as defined by the American Association of Petroleum Geologists (AAPG)

***Elephant fields** are conventional oil or gas fields with a recoverable reserve of 1 Billion boe (1,000 MMboe) or more as defined by the American Association of Petroleum Geologists (AAPG)

SG 4571 - Special Grant Permit 4571 was granted in August 2017. The Company entered into the second exploration period in August 2020 which runs until June 2024. Invictus has an 80% equity stake in SG4571 via its subsidiary Geo Associates (Private) Limited

1. Refer ASX announcement on 29 December 2021, 6 January 2022 and 17 January 2022 confirming placement

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