

ASX ANNOUNCEMENT

12 July 2018

(ASX:TAP)

Tap Oil Limited
ABN 89 068 572 341

Level 2, 190 St Georges Terrace
Perth WA 6000
Australia

T: +61 8 9485 1000
F: +61 8 9485 1060
E: info@tapoil.com.au

www.tapoil.com.au

Extension of Risco Offer Continue To Take No Action

Tap Oil Limited (**Tap Oil** or the **Company**) provides the following update in relation to the on-market takeover bid by Risco Energy Investments (SEA) Limited (**Risco**) for all of the shares in Tap Oil that Risco does not already own (**Offer**).

On 11 July 2018, Risco announced an extension of the Offer period, which is now scheduled to close at the end of ASX trading (approximately 2.00pm Perth time) on 16 August 2018, unless it is further extended or withdrawn (in limited circumstances).

Tap Oil lodged its target's statement in response to the Offer on 15 May 2018 (**Target's Statement**), and lodged its supplementary target's statement including the Independent Expert's Report on 11 July 2018 (**Supplementary Target's Statement**).

The Non-Affiliated Directors unanimously recommend that Tap Oil Shareholders **REJECT** the Offer by **DOING NOTHING** and **TAKING NO ACTION**, for the reasons set out in the Target's Statement and supplemented by the reasons outlined in the Supplementary Target's Statement.

The Independent Board Committee appointed BDO Corporate Finance (WA) Pty Ltd (**BDO**) to prepare an Independent Expert's Report opining on whether the Offer is fair and reasonable to Tap Oil Shareholders.

BDO has now provided Tap Oil with its Independent Expert's Report, which concludes that the Offer is **NEITHER FAIR NOR REASONABLE** and that the Offer of \$0.070 per share falls below the bottom end of BDO's assessed valuation range for Tap Oil Shares.

The Independent Expert has determined the value of a Tap Oil Share on a controlling interest basis to be in the range of \$0.079 to \$0.120 per share, with a preferred value of \$0.091 per share. A copy of the Independent Expert's Report is included as an appendix to the Supplementary Target's Statement.

Tap Oil will continue to keep shareholders informed of further developments.

INVESTOR ENQUIRIES

Damon Neaves

Chairman

+61 8 9485 1000

Chris Bath

CFO & General Manager

+61 8 9485 1000