

ASX Announcement

15 May 2018

ASX: OEX
AIM: OEX

Issue of Shares and Section 708A(5)(e) Notice

Oilex Ltd (the Company) is pleased to advise that it has issued 125,000,000 new ordinary shares at an issue price of \$0.004, raising \$500,000 (Placement). Funds raised from the Placement are intended to be applied to the working capital requirements of the Company. The Placement is in relation to the capital raising announced 30 April 2018.

The placees include Republic Investment Management Pte Ltd who has increased its holding to approximately 12.2% following the completion of the Placement.

The Company further advises that it has issued 2,770,800 new ordinary shares. These shares have been issued in lieu of Non-Executive Directors' fees as approved by shareholders on 29 November 2017.

These new ordinary shares were issued at a price of AUD \$0.005 (approximately 0.0028 pence) per Share.

	<u>Shares issued</u>
Mr B Lingo	2,228,400
Mr P Haywood	542,400
	<u>2,770,800</u>

Oilex gives notice under section 708A(5)(e) of the *Corporations Act 2001* (Cth) (Act) that:

- Oilex issued the Shares without disclosure to investors under Part 6D.2 of the Act;
- as at the date of this notice, Oilex has complied with:
 - the provisions of Chapter 2M of the Act as they apply to Oilex; and
 - section 674 of the Act; and
- as at the date of this notice, there is no information that is 'excluded information' within the meaning of sections 708A(7) and 708A(8) of the Act.

The Company advises that application has been made for the admission to trading on AIM and it expects the 127,770,800 new ordinary shares to be admitted to trading on AIM on 18 May 2018.

Attached is an Appendix 3B.

For and on behalf of Oilex Ltd



Mark Bolton
Chief Financial Officer Company Secretary

For further information, please contact:

Investor Enquiries

Oilex Ltd

Joe Salomon
Managing Director
Email:
oilex@oilex.com.au
Tel: +61 8 9485 3200
Australia

AIM Broker

Cornhill Capital Limited
Broker

Daniel Gee
Email:
danielg@cornhillcapital.com

Tel: +44 20 3700 2500
UK

AIM Nominated Adviser

Strand Hanson Limited

Nominated Adviser
Rory Murphy/Ritchie Balmer
Email:

oilex@strandhanson.co.uk
Tel: +44 20 7409 3494
UK

Media Enquires (UK)

Vigo Communications

Public Relations
Patrick d'Ancona/Chris McMahon
Email:

patrick.dancona@vigocomms.com
chris.mcmahon@vigocomms.com
Tel: +44 20 7830 9700

Media Enquiries (Aus)

Citadel-MAGNUS

Michael Weir
Email:
mweir@citadelmagnus.com
Tel: +618 6160 4900
Australia

Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 01/07/96 Origin: Appendix 5 Amended 01/07/98, 01/09/99, 01/07/00, 30/09/01, 11/03/02, 01/01/03, 24/10/05, 01/08/12, 04/03/13

Name of entity

OILEX LTD

ABN

50 078 652 632

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

- | | |
|--|--|
| 1 +Class of +securities issued or to be issued | Fully Paid Ordinary Shares |
| 2 Number of +securities issued or to be issued (if known) or maximum number which may be issued | (a) 125,000,000 shares issued under LR7.1
(b) 2,770,800 shares in lieu of directors' fees |
| 3 Principal terms of the +securities (eg, if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | Fully Paid Ordinary Shares |

+ See chapter 19 for defined terms.

<p>4 Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?</p> <p>If the additional securities do not rank equally, please state:</p> <ul style="list-style-type: none"> • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment 	<p>Yes</p>
<p>5 Issue price or consideration</p>	<p>(a) \$0.004 per share (b) \$0.005 per share</p>
<p>6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>(a) Proceeds from the issue of 125,000,000 shares will be applied towards ongoing working capital requirements</p> <p>(b) 2,770,800 shares in lieu of directors' fees</p>
<p>6a Is the entity an +eligible entity that has obtained security holder approval under rule 7.1A?</p> <p>If Yes, complete sections 6b – 6h <i>in relation to the +securities the subject of this Appendix 3B</i>, and comply with section 6i</p>	<p>Yes</p>
<p>6b The date the security holder resolution under rule 7.1A was passed</p>	<p>29 November 2017</p>
<p>6c Number of +securities issued without security holder approval under rule 7.1</p>	<p>125,000,000</p>
<p>6d Number of +securities issued with security holder approval under rule 7.1A</p>	<p>Not applicable</p>
<p>6e Number of +securities issued with security holder approval under rule 7.3, or another specific security holder approval (specify date of meeting)</p>	<p>Not applicable</p>
<p>6f Number of +securities issued under an exception in rule 7.2</p>	<p>Not applicable</p>
<p>6g If +securities issued under rule 7.1A was issue price at least 75% of 15 day VWAP as calculated under rule 7.1A.3? Include the +issue date and both values. Include the source of the VWAP calculation.</p>	<p>Not applicable</p>

+ See chapter 19 for defined terms.

6h	If +securities were issued under rule 7.1A for non-cash consideration, state date on which valuation of consideration was released to ASX Market Announcements	Not applicable						
6i	Calculate the entity's remaining issue capacity under rule 7.1 and rule 7.1A – complete Annexure 1 and release to ASX Market Announcements	<table border="1"> <tr> <td>Listing Rule 7.1:</td> <td style="text-align: right;">136,217,698</td> </tr> <tr> <td>Listing Rule 7.1A:</td> <td style="text-align: right;">185,945,050</td> </tr> </table>	Listing Rule 7.1:	136,217,698	Listing Rule 7.1A:	185,945,050		
Listing Rule 7.1:	136,217,698							
Listing Rule 7.1A:	185,945,050							
7	<p>+Issue dates</p> <p>Notes: The issue date may be prescribed by ASX (refer to the definition of issue date in rule 19.12). For example, the issue date for a pro rata entitlement issue must comply with the applicable timetable in appendix 7A.</p> <p>Cross reference: item 33 of Appendix 3B.</p>	15 May 2018						
8	Number and +class of all +securities quoted on ASX (<i>including</i> the +securities in section 2 if applicable)	<table border="1"> <thead> <tr> <th style="text-align: center;">Number</th> <th style="text-align: center;">+Class</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">2,001,968,379</td> <td style="text-align: center;">Fully Paid Ordinary Shares</td> </tr> </tbody> </table>	Number	+Class	2,001,968,379	Fully Paid Ordinary Shares		
Number	+Class							
2,001,968,379	Fully Paid Ordinary Shares							
9	Number and +class of all +securities not quoted on ASX (<i>including</i> the securities in section 2 if applicable)	<table border="1"> <thead> <tr> <th style="text-align: center;">Number</th> <th style="text-align: center;">+Class</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">275,000</td> <td style="text-align: center;">\$0.35 Options due 05/08/2018</td> </tr> <tr> <td style="text-align: center;">77,166,666</td> <td style="text-align: center;">£0.00225 Options due 22/05/2020</td> </tr> </tbody> </table>	Number	+Class	275,000	\$0.35 Options due 05/08/2018	77,166,666	£0.00225 Options due 22/05/2020
Number	+Class							
275,000	\$0.35 Options due 05/08/2018							
77,166,666	£0.00225 Options due 22/05/2020							
10	Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	Not applicable						

+ See chapter 19 for defined terms.

Part 2 - Pro rata issue

- | | | |
|----|--|----------------|
| 11 | Is security holder approval required? | Not applicable |
| 12 | Is the issue renounceable or non-renounceable? | |
| 13 | Ratio in which the +securities will be offered | |
| 14 | +Class of +securities to which the offer relates | |
| 15 | +Record date to determine entitlements | |
| 16 | Will holdings on different registers (or subregisters) be aggregated for calculating entitlements? | |
| 17 | Policy for deciding entitlements in relation to fractions | |
| 18 | Names of countries in which the entity has security holders who will not be sent new issue documents

<small>Note: Security holders must be told how their entitlements are to be dealt with.
Cross reference: rule 7.7.</small> | |
| 19 | Closing date for receipt of acceptances or renunciations | |
| 20 | Names of any underwriters | |
| 21 | Amount of any underwriting fee or commission | |
| 22 | Names of any brokers to the issue | |
| 23 | Fee or commission payable to the broker to the issue | |

+ See chapter 19 for defined terms.

- | | | |
|----|---|--|
| 24 | Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of security holders | |
| 25 | If the issue is contingent on security holders' approval, the date of the meeting | |
| 26 | Date entitlement and acceptance form and offer documents will be sent to persons entitled | |
| 27 | If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders | |
| 28 | Date rights trading will begin (if applicable) | |
| 29 | Date rights trading will end (if applicable) | |
| 30 | How do security holders sell their entitlements <i>in full</i> through a broker? | |
| 31 | How do security holders sell <i>part</i> of their entitlements through a broker and accept for the balance? | |
| 32 | How do security holders dispose of their entitlements (except by sale through a broker)? | |
| 33 | +Issue date | |

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

- 34 Type of securities
(*tick one*)
- (a) +Securities described in Part 1
- (b) All other +securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

Tick to indicate you are providing the information or documents

- 35 If the +securities are +equity securities, the names of the 20 largest holders of the additional +securities, and the number and percentage of additional +securities held by those holders
- 36 If the +securities are +equity securities, a distribution schedule of the additional +securities setting out the number of holders in the categories
 1 - 1,000
 1,001 - 5,000
 5,001 - 10,000
 10,001 - 100,000
 100,001 and over
- 37 A copy of any trust deed for the additional +securities

Entities that have ticked box 34(b)

- 38 Number of securities for which +quotation is sought Not applicable
- 39 +Class of +securities for which quotation is sought
- 40 Do the +securities rank equally in all respects from the +issue date with an existing +class of quoted +securities?
- If the additional +securities do not rank equally, please state:
- the date from which they do
 - the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment
 - the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment
-
- 41 Reason for request for quotation now
- Example: In the case of restricted securities, end of restriction period
- (if issued upon conversion of another +security, clearly identify that other +security)
-

+ See chapter 19 for defined terms.

42 Number and +class of all +securities quoted on ASX (including the securities in clause 38)

Number	+Class

Quotation agreement

1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.

2 We warrant the following to ASX.

- The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
- There is no reason why those +securities should not be granted +quotation.
- An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

- Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
- If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.

3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.

4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.



Mark Bolton
Company Secretary
Date: 15 May 2018

+ See chapter 19 for defined terms.

Appendix 3B – Annexure 1

Calculation of placement capacity under rule 7.1 and rule 7.1A for +eligible entities

Introduced 01/08/12, Amended 04/03/13

Part 1

Rule 7.1 – Issues exceeding 15% of capital	
Step 1: Calculate “A”, the base figure from which the placement capacity is calculated	
Insert number of fully paid +ordinary securities on issue 12 months before the +issue date or date of agreement to issue	1,684,302,899
Add the following:	
<ul style="list-style-type: none"> Number of fully paid +ordinary securities issued in that 12 month period under an exception in rule 7.2 	11,722,222 (issued 04/09/2017)
<ul style="list-style-type: none"> Number of fully paid +ordinary securities issued in that 12 month period with shareholder approval 	2,759,844 (issued 01/03/2018) 157,894,737 (issued 29/01/2018) Approval as at 29 November 2017 AGM: 2,770,800 (issued 15/05/2018)
<ul style="list-style-type: none"> Number of partly paid +ordinary securities that became fully paid in that 12 month period 	
Note: <ul style="list-style-type: none"> Include only ordinary securities here – other classes of equity securities cannot be added Include here (if applicable) the securities the subject of the Appendix 3B to which this form is annexed It may be useful to set out issues of securities on different dates as separate line items 	
Subtract the number of fully paid +ordinary securities cancelled during that 12 month period	Nil
“A”	1,859,450,502

+ See chapter 19 for defined terms.

Step 2: Calculate 15% of “A”																
“B”	0.15 <i>[Note: this value cannot be changed]</i>															
Multiply “A” by 0.15	278,917,575															
Step 3: Calculate “C”, the amount of placement capacity under rule 7.1 that has already been used																
<p>Insert number of +equity securities issued or agreed to be issued in that 12 month period <i>not counting</i> those issued:</p> <ul style="list-style-type: none"> • Under an exception in rule 7.2 • Under rule 7.1A • With security holder approval under rule 7.1 or rule 7.4 <p><i>Note:</i></p> <ul style="list-style-type: none"> • <i>This applies to equity securities, unless specifically excluded – not just ordinary securities</i> • <i>Include here (if applicable) the securities the subject of the Appendix 3B to which this form is annexed</i> • <i>It may be useful to set out issues of securities on different dates as separate line items</i> 	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 40%;"></td> <td style="width: 20%; text-align: right;">182,000</td> <td style="width: 40%;">options (issued 22/05/2017)</td> </tr> <tr> <td></td> <td style="text-align: right;">2,087,044</td> <td>shares (issued 04/09/2017)</td> </tr> <tr> <td></td> <td style="text-align: right;">13,945,833</td> <td>shares (issued 12/12/2017)</td> </tr> <tr> <td></td> <td style="text-align: right;">1,485,000</td> <td>shares (issued 01/03/2018)</td> </tr> <tr> <td></td> <td style="text-align: right;">125,000,000</td> <td>shares (issued 15/05/2018)</td> </tr> </table>		182,000	options (issued 22/05/2017)		2,087,044	shares (issued 04/09/2017)		13,945,833	shares (issued 12/12/2017)		1,485,000	shares (issued 01/03/2018)		125,000,000	shares (issued 15/05/2018)
	182,000	options (issued 22/05/2017)														
	2,087,044	shares (issued 04/09/2017)														
	13,945,833	shares (issued 12/12/2017)														
	1,485,000	shares (issued 01/03/2018)														
	125,000,000	shares (issued 15/05/2018)														
“C”	142,699,877															
Step 4: Subtract “C” from [“A” x “B”] to calculate remaining placement capacity under rule 7.1																
“A” x 0.15 <i>Note: number must be same as shown in Step 2</i>	278,917,575															
Subtract “C” <i>Note: number must be same as shown in Step 3</i>	142,699,877															
Total [“A” x 0.15] – “C”	136,217,698 <i>[Note: this is the remaining placement capacity under rule 7.1]</i>															

+ See chapter 19 for defined terms.

Part 2

Rule 7.1A – Additional placement capacity for eligible entities	
Step 1: Calculate “A”, the base figure from which the placement capacity is calculated	
“A” <i>Note: number must be same as shown in Step 1 of Part 1</i>	1,859,450,502
Step 2: Calculate 10% of “A”	
“D”	0.10 <i>Note: this value cannot be changed</i>
Multiply “A” by 0.10	185,945,050
Step 3: Calculate “E”, the amount of placement capacity under rule 7.1A that has already been used	
Insert number of equity securities issued or agreed to be issued in that 12 month period under rule 7.1A <i>Notes:</i> <ul style="list-style-type: none"> • This applies to equity securities – not just ordinary securities • Include here – if applicable – the securities the subject of the Appendix 3B to which this form is annexed • Do not include equity securities issued under rule 7.1 (they must be dealt with in Part 1), or for which specific security holder approval has been obtained • It may be useful to set out issues of securities on different dates as separate line items 	
“E”	-
Step 4: Subtract “E” from [“A” x “D”] to calculate remaining placement capacity under rule 7.1A	
“A” x 0.10 <i>Note: number must be same as shown in Step 2</i>	185,945,050
Subtract “E” <i>Note: number must be same as shown in Step 3</i>	-
Total [“A” x 0.10] - “E”	185,945,050 <i>Note: this is the remaining placement capacity under rule 7.1A</i>

+ See chapter 19 for defined terms.