



A.C.N. 004 247 214

**Lakes Oil N.L.**

**ASX  
Announcement  
And Media  
Release  
30 June 2016**

**www.lakesoil.com.au**

Registered Office:  
Level 14,  
500 Collins Street  
Melbourne Vic 3000  
Ph: +61 3 9629 1566



# Listed Unsecured Converting Notes Issue

Lakes Oil NL is pleased to announce that it proposing to undertake a non-renounceable rights issue of listed unsecured converting notes (Notes) at an issue price of **\$10** each on the basis of 1 Note for every 20,000 Entitlement Securities held. Fractional entitlements will be rounded up to the nearest Note. Entitlement Securities comprise existing issued shares, together with the existing LKOGA Converting Notes multiplied by a conversion factor of 6,667. The Maturity Date of the Notes is 31 May 2018, with an ability to convert earlier at any of the prior Interest Payment Dates (30 November 2016, 31 May 2017 and 30 November 2017). Holders of Entitlement Securities may apply for Notes in excess of their entitlement. A maximum of \$7,100,000 can be raised under the issue.

Each Note converts into 9,091 Shares. However, if the 30 Day Average Closing Share Price prior to the Maturity Date is less than 0.11 cents, the number of Shares received on conversion for each Note will be increased to a maximum of 10,000 Shares on the basis of an Uplift Factor formula (having regard to the 30 Day Average Closing Share Price with a minimum price of 0.10 cents) as set out in this Prospectus. This Uplift Factor increase only applies if conversion occurs on the Maturity Date.

Lakes Oil is lodging the following documents in connection with the Offer, which contain further details about the Offer:

1. Letter to Shareholders advising them of the impending Offer
2. Prospectus (including the Terms of Issue of Converting Notes)
3. Entitlement and Acceptance Form (sample)
4. Appendix 3B
5. Letter to Ineligible Shareholders
6. Converting Notes Trust Deed
7. Paying Trustee Agreement

**Roland Sleeman**  
*Chief Executive Officer*