



Delivering power to the people

ASX RELEASE ASX:AFR

22 July 2020

ISSUE OF OPTIONS TO CONSULTANT

African Energy Resources (ASX:AFR, "African Energy") advises that ALS (Hong Kong) Limited ("ALS") has been appointed by the Sese Joint Venture to provide advice and assistance in securing a project partner for the Sese Power Project.

ALS' remuneration for the provision of these services is success based. African Energy, as 33.3% shareholder of Sese JV is responsible for 33.3% of the total remuneration payable to ALS with the remaining 66.7% paid by the Sese JV partner.

Remuneration payable to ALS by African Energy is by the issue of 31,124,532 call options on the following terms;

Number:	31,124,532
Exercise price:	AUD\$0.02 (2 cents)
Expiry:	Two years from date of issue (20 July 2020)
Vesting:	on the successful completion of an agreement that results in a new party becoming a majority shareholder in the Sese Joint Venture.

The Options represent 4.9% of existing issued capital of African Energy and are the only equity-based incentive currently on issue. Options are issued to ALS pursuant to the Company's available capacity under ASX Listing Rule 7.1.

The principal of ALS is Australian national, Mr Yang Yang Zhu, a mining engineer and entrepreneur.

Authorised for release by Frazer Tabeart, CEO of African Energy.

For any further information, please contact the Company directly on +61 8 6465 5500.