



22 December 2021

Acquisition of Additional 30% of Red Helium Project Completed

Grand Gulf Energy Ltd (ASX:GGE) ("Grand Gulf" or the "Company") is pleased to announce that it has completed the acquisition of additional 30% of incorporated joint venture company Valence Resources LLC ("Valence") taking the Company's current interest in Valence to 55% with a right to earn up to 85% of the issued share capital of Valence by drilling three wells costing US\$1.5M each. As a result of the acquisition, the P50 unrisked Prospective Resource of Helium attributable to Grand Gulf at the Red Helium Project has increased to 6.3 BCF. In satisfaction of the additional 30% the Company has today issued 91,161,187 shares and paid A\$400,000.

The capital structure of the Company is set out below:

	Shares	Options	Performance Shares
Securities on Issue	1,283,110,665	60,000,000	155,000,000

Further details relating to the issues are set out in the Appendix 2A lodged today.

Notice pursuant to Section 708A(5)(e) of the Corporations Act 2001

This notice is given by the Company in relation to the Shares which were issued without disclosure to investors under Part 6D.2 of the Corporations Act 2001 (Cth) (**Act**).

The Corporations Act 2001 ("Act") restricts the on-sale of securities issued without disclosure, unless the sale is exempt under section 708 or 708A of the Act. By giving this notice, the issue of the Placement Shares (the **Securities**) will fall within the exemption in section 708A(5) of the Act.

Pursuant to section 708A(5)(e) of the Corporations Act 2001 (Cth) (**Corporations Act**), the Company gives notice that:

- a) The Company has issued the Shares without disclosure to investors under Part 6D.2 of the Act.
- b) The Company is providing this notice under section 708A(5)(e) of the Act.
- c) As at the date of this notice, the Company has complied with:
 - a. the provisions of Chapter 2M of the Act as they apply to the Company; and
 - b. section 674 of the Act.
- d) As at the date of this notice, there is no information:
 - a. that has been excluded from a continuous disclosure notice in accordance with the ASX Listing Rules; and
 - b. that investors and their professional advisers would reasonably require for the purpose of making an informed assessment of:
 - i. the assets and liabilities, financial position and performance, profits and losses and prospects of the Company; or
 - ii. the rights and liabilities attaching to the Shares.

For the purpose of ASX Listing Rule 15.5, the Board has authorised for this announcement to be released.



For more information about Grand Gulf Energy and its projects, contact:

Keith Martens
CEO
E: info@grandgulfeenergy.com

Mark Freeman
Director
E: markf@grandgulfeenergy.com

Competent Person's Statement

The information in this report is based on information compiled or reviewed by Mr Keith Martens, CEO of Grand Gulf. Mr Martens is a qualified oil and gas geologist/geophysicist with over 45 years of Australian, North American, and other international executive oil and gas experience in both onshore and offshore environments. He has extensive experience of oil and gas exploration, appraisal, strategy development and reserve/resource estimation. Mr Martens has a BSc. (Dual Major) in geology and geophysics from The University of British Columbia, Vancouver, Canada.

Forward Looking Statements

This release may contain forward-looking statements. These statements relate to the Company's expectations, beliefs, intentions or strategies regarding the future. These statements can be identified by the use of words like "anticipate", "believe", "intend", "estimate", "expect", "may", "plan", "project", "will", "should", "seek" and similar words or expressions containing same. These forward-looking statements reflect the Company's views and assumptions with respect to future events as of the date of this release and are subject to a variety of unpredictable risks, uncertainties, and other unknowns. Actual and future results and trends could differ materially from those set forth in such statements due to various factors, many of which are beyond our ability to control or predict. These include, but are not limited to, risks or uncertainties associated with the discovery and development of oil, natural gas and helium reserves, cash flows and liquidity, business and financial strategy, budget, projections and operating results, oil and natural gas prices, amount, nature and timing of capital expenditures, including future development costs, availability and terms of capital and general economic and business conditions. Given these uncertainties, no one should place undue reliance on any forward-looking statements attributable to GGE, or any of its affiliates or persons acting on its behalf. Although every effort has been made to ensure this release sets forth a fair and accurate view, we do not undertake any obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

About the Red Helium Project

The Red Helium Project provides exposure to the burgeoning helium industry in a known helium-producing area that comprises:

- 250,713 acre area of mutual interest (AMI) with 28,056 acres (private leases/Utah state leases) leased in drill-friendly Utah in the heart of the most prolific helium-producing region in the world
- Structurally high to, and 15 miles west of, the 3 – 5 BCF Doe Canyon Helium Field and Plant (Air Products Inc – market cap: US\$65B¹) – regarded as an analogue field
- 315 kms of 2D seismic across the AMI and geologic analogs has been acquired and reprocessed – drill targets established – trap identified is considerably larger than Doe Canyon Field
- 20 miles south of and connected by pipeline to the operational Lisbon Helium Plant
- Current helium pricing is approximately \$280/mcf²

¹ <https://www.bloomberg.com/quote/APD:US>, 21 Dec 2021

² Edison Research Global Helium Market Update, May 2021

