



## ASX ANNOUNCEMENT (ASX: MPO)

13 September 2018

### June 2018 financial statements

Molopo Energy Limited (**Company**) announces that the Company is unable to finalise and submit its June 2018 Half-Year Financial Statements with regulatory authorities by the due date as a result of the Company being unable to extract key financial information from Drawbridge Energy Holdings Ltd (Drawbridge) in respect of the Company's investment in the Drawbridge oil and gas transaction in the USA.

The investment in Drawbridge was made by the former directors of Molopo, who during FY 2018 transferred the majority of Molopo's capital, approximately US\$35 Million, into Drawbridge and other overseas entities without shareholder approval, in contravention of ASX Listing rules and the Australian Corporations Act.

Despite ongoing requests, Molopo has not received the required financial information from Drawbridge which it is entitled to receive under an agreement between Molopo's wholly owned subsidiary, Orient FRC Limited, and Drawbridge. As such, Molopo has taken legal action against Drawbridge for not complying with its obligations under the agreement.

The Molopo directors have resolved to actively pursue the commercial and financial information required through legal proceedings and by other means and will keep shareholders advised in relation to progress.

Yours sincerely,

Andrew Metcalfe

Company Secretary