



State Gas Limited  
ACN 617 322 488  
PO Box 10348  
BRISBANE QLD 4001

**NOT FOR DISTRIBUTION OR RELEASE IN THE UNITED STATES OR TO US PERSONS**

28 February 2019

The Manager  
Company Announcements  
ASX Limited  
Exchange Centre 20 Bridge Street  
Sydney NSW 2000

**STATE GAS LIMITED – COMPANY UPDATE AND SECURITY PURCHASE PLAN**

**SECURITY PURCHASE PLAN**

State Gas Limited (**GAS**) is pleased to offer eligible securityholders the opportunity to participate in a Security Purchase Plan, allowing you to potentially contribute up to A\$15,000 in applying for fully paid ordinary securities in GAS.

The following are attached to this announcement:

- a) Security Purchase Plan offer documents including the Chairman's Letter and the terms and conditions of the offer; and
- b) An application form for securityholders to participate in the Security Purchase Plan.

These documents (**attached**) are in the process of being sent out to securityholders and are expected to be received shortly.

The offer opens on Monday, 4 March 2019.

**COMPANY UPDATE**

**Successful 2018 Drilling Program**

During October to December 2018, the Company successfully undertook drilling of two wells at the Reid's Dome Gas Project (PL 231): Primero West-1 in the northern area of the permit to test the Cattle Creek Formation in accordance with the terms of the Reid's Dome Joint Operating Agreement (JOA), and Nyanda-4 to investigate the gas potential of both the tight gas sands and Permian coal seams within the Reid's Dome Beds.

**Primero West-1 – Successful Gas Well**

The Primero West-1 well encountered the "Primero" gas sand in the Cattle Creek Formation from

131.5m depth, in line with expectations. Analysis of wireline logs has indicated a net gas-bearing zone of up to 12.5m.

Flow testing and sampling activities measured a maximum gas flow rate of 0.436 mmscf/d through a 48/64" choke, in line with expectations. Laboratory analysis has confirmed the gas composition to be 96.7% methane, a result similar to offset well data.

#### **Nyanda-4 – Successful Gas Well**

Following completion of drilling of the Primero West-1 well Silver City Rig 25 commenced drilling the Nyanda-4 corehole to test the gas potential of the Reid's Dome coals and sandstone reservoirs. Nyanda-4 is located approximately 13.5km south of the Primero West-1 well and 50m southwest of Nyanda-1 (drilled in 1987).

Prior to the drilling of Nyanda-4, Reid's Dome had not been tested as a coal seam gas target.

The Nyanda-4 well was drilled to a total depth (TD) of 1,200m and approximately 150m of core was obtained, commencing at 392m depth. Gas was observed bubbling from the coal and hissing from sandstones in Nyanda-4 cores. Numerous gas shows were seen in the logs, associated with both coals and sandstones.

Analysis has confirmed 40.4m of net coal in seams up to 4m thick, and a further 25m of carbonaceous shales and thinner coal seams (i.e. <0.3m), indicating 65m of coals and carbonaceous shales (excluding conventional sandstones). Correlation with AOE-1, located approximately 14 km north of Nyanda-4 within PL 231, supports the expectation of additional coals below TD of 1200m.

After 7 weeks' desorption the average gas content from cored samples is 11.6 m<sup>3</sup>/t, with gas content increasing with ongoing desorption in the laboratory. Gas content for the thickest seams was ~13 m<sup>3</sup>/t and still increasing with desorption time.

Gas samples taken during December from coal seams within the cored zone of Nyanda-4 returned a weighted-average of 80% methane, while gas samples sourced from the Nyanda-4 wellhead at surface during February returned an average of 99.8% methane.

The success of the Nyanda-4 CSG/conventional gas well has confirmed a significant new CSG project at Reid's Dome, with further potential for significant conventional gas, which has resulted in an important corporate juncture for State Gas.

#### **Move to 100%-ownership of Reid's Dome (PL 231)**

At commencement of the 2018 drilling program, State Gas held a 60% Participating Interest in PL 231 and the associated Joint Venture. On 27 November 2018, State Gas entered into an agreement to acquire a further 20% interest in the permit and Reid's Dome Joint Venture, taking its interest to 80% with the Joint Operating Agreement continuing in full force and effect. This transfer was registered by the Queensland Department of Natural Resources, Mines and Energy on 4 January 2019, recording an 80% Participating Interest in PL 231 in the name of State Gas.

In addition, in early December 2018 State Gas elected under the provisions of the JOA for the Joint Venture to acquire the remaining 20% and increase its interest in PL 231 to 100%. Offer/Acceptance Notices were issued under the JOA on 4 December, and the remaining 20% holder failed to complete the transfer by the settlement date in accordance with the requirements of the JOA. On 8 February,

State Gas commenced proceedings in the Supreme Court of Queensland seeking specific performance of the transfer of the remaining 20% under the terms of the JOA.

### Corporate Activities

As announced to the ASX during February 2019, the Company has received approaches and interest from a number of parties to progress the Reid's Dome Gas Project in both partnering (asset-level) and corporate (company-level) transactions. In line with the Board's aim to ensure that discussions include all qualified and interested counterparties, State Gas has appointed leading independent M&A/Advisory firm *Highbury Partnership* as financial advisor to help it assess and respond to inquiries from interested parties. Highbury Partnership and its principals have advised and financed a wide range of oil & gas clients over many years. Presentations, discussions and Q&As are continuing with parties under confidentiality arrangements.

On 27 February 2019, State Gas announced that it had undertaken a private placement to sophisticated investors raising \$500,000. The placement is being conducted at a price of \$0.85 per Ordinary Share, with settlement occurring on or before Wednesday, 6 March 2019.

The SPP combined with the placement funds will provide further resources for the important corporate initiatives currently underway during the remainder of FY2019.

Yours sincerely



**Suzanne Yeates**  
**Company Secretary**



**Above:** Nyanda-4 core showing coal at 476m, with 40.4m of net coal encountered in Nyanda-4



**Above:** Condensate / gas bubbles on sandstone core from Nyanda-4, under UV light



State Gas Limited  
ACN 617 322 488  
PO Box 10348  
BRISBANE QLD 4001

28 February 2019

Dear Investor,

**Offer to participate in the State Gas Limited Security Purchase Plan**

State Gas Limited is pleased to offer you the opportunity to participate in a Security Purchase Plan (SPP), allowing you to contribute up to A\$15,000 in applying for fully paid Ordinary Shares in State Gas Limited. State Gas Limited announced on 27 February 2019 a placement of fully paid Ordinary Shares to professional and sophisticated investors to raise A\$500,000 (**Placement**). The SPP has been structured to allow shareholders to increase their investment in State Gas Limited at the same pricing as the Placement.

Participation in the SPP is optional and open to security holders of Ordinary Shares as at 7:00pm (Sydney time) on Wednesday, 27 February 2019 (**Record Date**) and whose registered address is in Australia or New Zealand.

The purpose of the SPP and the Placement is to fund additional legal expenses associated with the increase in the Company's Participating Interest to 100% of the Reid's Dome Gas Project (PL 231), provide for additional costs arising from the Company's increase in its Participating Interest in PL 231, meet legal expenses in relation to possible transactions arising from interest received from potentially interested parties and provide further working capital. The SPP is not underwritten and the total amount raised under the SPP may be subject to a cap as determined by the Board of State Gas Limited. If a cap is determined to apply, an appropriate scale-back policy will be applied if valid applications exceed this cap.

Key elements of the SPP include:

- No brokerage or participation costs payable;
- An issue price of A\$0.85 per Ordinary Share (**Issue Price**); and
- If you are an eligible securityholder, you have the opportunity to apply for a parcel of Ordinary Shares valued at:
  - A\$5,000;
  - A\$10,000; or
  - A\$15,000.

Please note that the future market price of Ordinary Shares is uncertain and may be above or below the Issue Price under the SPP.

At this time, it is anticipated that State Gas Limited will raise up to A\$1.5 million through the SPP. However, this is not a final determination and State Gas Limited reserves the right to waive strict compliance with any provision of the terms and conditions of the SPP, to amend or vary those terms and conditions and to suspend or terminate the SPP at anytime.

We have discretion regarding the amount raised under the SPP, including the right to scale back applications if required. If this happens, you may be allocated fewer (but not more) Ordinary Shares than the parcel of Ordinary Shares for which you applied, and you will be refunded the difference in the application amount (without interest payable on funds prior to your refund).

To apply for a parcel of Ordinary Shares, please follow the instructions on the enclosed application form (**Application Form**) and ensure your application is received in cleared funds no later than **5:00pm (Sydney time) on Friday, 22 March 2019**.

Ordinary Shares under the SPP will have the same entitlements as existing Ordinary Shares. This means they will have equal voting rights and participate fully in any distributions which have a record date after the date of issue of the new Ordinary Shares under the SPP, if any.

I encourage you to read the attached SPP Terms and Conditions carefully. If you are unsure about whether to participate, please contact your professional advisor. If you have any questions, please contact the Offer Information Line on 1300 304 109 (if calling from within Australia) and +61 1300 304 109 (if calling from outside Australia) between 8:30am and 5:00pm (Sydney time) Monday to Friday.

On behalf of the directors of State Gas Limited, I invite you to consider this opportunity to increase your investment in State Gas Limited and thank you for your continued support.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Tony Bellas', written in a cursive style.

Tony Bellas  
**Chairman**

**STATE GAS LIMITED (GAS)  
SECURITY PURCHASE PLAN**



**State Gas Limited (ASX: GAS) (ACN 617 322 488)**

**You should read this document in full**

This document contains important information. You should read this document in full and seek advice from your financial or other professional adviser if you have any questions about your investment in State Gas Limited or about the impact of the transactions described in this document. This document does not provide financial advice and has been prepared without taking into account your particular objectives, financial situation or needs.

***This document is not for release or distribution in the United States or, except with the consent of State Gas Limited, elsewhere outside Australia and New Zealand.***

## State Gas Limited

### Security Purchase Plan – Terms and Conditions

#### 1 The Offer

Under the Security Purchase Plan (SPP), you will be eligible to apply for up to \$15,000 of ordinary shares in State Gas Limited (ACN 617 322 488) with a minimum of \$5,000 worth of ordinary shares and a maximum amount of \$15,000 of ordinary shares (in certain increments as set out below).

On 28 February 2019, State Gas Limited announced that it had raised approximately \$500,000 through a placement of Ordinary Shares to sophisticated and professional investors at a fixed offer price of \$0.85 per Ordinary Share (the **Placement**).

The issue price for each Ordinary Share under the SPP will be \$0.85 per Ordinary Share.

We expect that the Ordinary Shares allotted to you under the SPP will be quoted on ASX on or about Thursday, 28 March 2019 and you should receive your holding statement or confirmation advice shortly after this date. You should check your holding statement to confirm your holding before trading in any Ordinary Shares you believe have been allotted to you under the SPP.

You will be eligible to participate in the SPP if you were a registered holder of Ordinary Shares at 7:00pm (Sydney time) on Wednesday, 27 February 2019 (the **Record Date**), with a registered address in either Australia or New Zealand (and for holders of Ordinary Shares in New Zealand, you must still be a holder of Ordinary Shares as at the date of this offer). To the extent that you hold Ordinary Shares on behalf of another person resident outside Australia or New Zealand, it is your responsibility to ensure that any acceptance complies with all applicable foreign laws.

Participation in the SPP is entirely at your option. The offer is also non-renounceable, which means you cannot transfer your right to acquire Ordinary Shares under the offer to anyone else. Once submitted, an application for Ordinary Shares under the SPP cannot be withdrawn or altered.

#### 2 The Terms of the Offer

If you are eligible to purchase Ordinary Shares under the SPP, you may select only one of the following offers:

Offer A	Offer B	Offer C
\$5,000 of Ordinary Shares	\$10,000 of Ordinary Shares	\$15,000 of Ordinary Shares

The number of Ordinary Shares that you will be allotted will be equal to the dollar amount specified in the offer you accept, divided by the issue price of Ordinary Shares under the SPP. If the number of Ordinary Shares you are entitled to is not a whole number, then that fractional entitlement will be rounded up to the nearest whole number of Ordinary Shares.

For Example:

If you elect to accept Offer A (\$5,000 of Ordinary Shares) and the issue price of Ordinary Shares under the SPP is \$0.85, you will be allotted 5,883 Ordinary Shares.	If you elect to accept Offer C (\$15,000 of Ordinary Shares) and the issue price of Ordinary Shares under the SPP is \$0.85, you will be allotted 17,648 Ordinary Shares.
---	---

State Gas Limited reserves the right to determine the amount raised under the SPP. State Gas Limited may, in its absolute discretion, undertake a scale-back to the extent and in the manner it sees fit. If it does, you may be allocated fewer Ordinary Shares than the parcel of Ordinary Shares for which you applied, and excess application funds will be returned to you without interest.

You should note that the market price of Ordinary Shares may rise or fall between the date of this offer and the date when State Gas Limited issues the Ordinary Shares to you under the SPP. This means that the price you pay per Ordinary Share under this offer may exceed, or be less than, the market price of the Ordinary Shares at the time of issue of the Ordinary Shares under this offer. You are encouraged to seek your own financial advice in relation to this offer and your participation under the SPP.

Ordinary Shares issued under the SPP will, at the time of issue, rank equally with existing Securities quoted on ASX, with the same voting rights, distribution rights and other entitlements. This means that they will participate fully in any distributions which have a record date after the date of issue of the new Ordinary Shares issued under the SPP, if any.

### **3 General**

State Gas Limited may make determinations in any manner it thinks fit in relation to any difficulties, anomalies or disputes which may arise in connection with or by reason of the operation of the SPP whether generally or in relation to any participant or application. Any determination by State Gas Limited will be conclusive and binding on all eligible holders of Ordinary Shares and other persons to whom the determination relates. State Gas Limited reserves the right to waive strict compliance with any provision of the terms and conditions of the SPP, to amend or vary those terms and conditions and to suspend or terminate the SPP at any time.

Any such waiver, amendment variation, suspension or termination will be binding on all eligible holders of Ordinary Shares even where State Gas Limited does not notify an eligible holder of Ordinary Shares of that matter.

If you have any questions about the operation of SPP, please contact the Offer Information Line on 1300 304 109 (if calling from within Australia) and +61 1300 304 109 (if calling from outside Australia) between 9:00am and 5:00pm (Sydney time) Monday to Friday.

#### 4 Summary of Key Terms and Dates

Minimum purchase price for Ordinary Shares	\$5,000
Maximum purchase price for Ordinary Shares	\$15,000
Price per Ordinary Share	\$0.85
Record Date	Wednesday, 27 February 2019
Opening Date	Monday, 4 March 2019
Closing Date	Friday, 22 March 2019
Allotment Date	Wednesday, 27 March 2019
Commencement of trading of Ordinary Shares	Thursday, 28 March 2019
Despatch of Transaction Confirmation Statements	Thursday, 28 March 2019

#### 5 Applications

You can apply for new Ordinary Shares under the SPP by submitting a BPAY® payment or completing and returning the personalised application form attached (**Application Form**). You must ensure that your application is received in cleared funds by no later than 5:00pm (Sydney time) on Friday, 22 March 2019.

#### 6 Acknowledgements

If you apply to participate in the SPP, you will be deemed to have represented on behalf of each person on whose account you are acting that:

- (a) you acknowledge that you are, and each person on whose account or benefit you are acting is, a holder of Ordinary Shares eligible to participate in the SPP;
- (b) you, and each person for whose account you are acting, are not in the United States;
- (c) you agree that your application is made on, and you agree to be bound by, the terms and conditions of the SPP set out in these Terms and Conditions, the Application Form and State Gas Limited's Constitution;
- (d) you declare that all details and statements in your Application Form are true and complete and not misleading;
- (e) your application is irrevocable and unconditional;

- (f) you acknowledge that the Ordinary Shares have not been, and will not be, registered under the U.S. Securities Act of 1933 (**U.S. Securities Act**) or the securities laws of any state or other jurisdictions in the United States, or in any other jurisdiction outside Australia or New Zealand and accordingly, the Ordinary Shares may not be offered, sold or resold, directly or indirectly in the United States except pursuant to an exemption form, or in a transaction not subject to, the registration requirements of the U.S. Securities Act and any applicable U.S. state securities laws;
- (g) you have not, and you agree that you will not, send any materials relating to the SPP to any person in the United States, or to any person located in any other country outside Australia and New Zealand;
- (h) the total of the application price for the following does not exceed \$15,000:
  - i. the Ordinary Shares the subject of your Application Form or BPAY® payment under the SPP;
  - ii. any other Ordinary Shares applied for by you under the SPP; and
  - iii. any other Ordinary Shares which you have instructed a custodian to acquire on your behalf under the SPP, even though you may have received more than one offer under the SPP or received offers in more than one capacity under the SPP;
- (i) you are in compliance with all relevant laws and regulations; and
- (j) you acknowledge that the market price of Ordinary Shares may rise or fall between the date the SPP commences and the date when Ordinary Shares are allotted, or otherwise allocated, to you under the SPP and that the issue price you pay per Ordinary Share pursuant to the SPP may exceed the market price of Ordinary Shares at the time Ordinary Shares are allotted, or otherwise allocated, to you under the SPP.

## 7 Custodians and Nominees

Eligible holders of Ordinary Shares who hold Ordinary Shares as custodian or nominee (**Custodian**) for one or more persons on the Record Date (**Beneficiaries**) may apply for up to a maximum amount of \$15,000 of new Ordinary Shares in respect of each Beneficiary, subject to the Custodian certifying to State Gas Limited:

- (a) that the Custodian is (directly or indirectly) an eligible holder of Ordinary Shares on behalf of one or more Beneficiaries, and that each Beneficiary has instructed the Custodian to apply for Ordinary Shares under the SPP;
- (b) the number of Beneficiaries instructing the Custodian (directly or indirectly) to participate;
- (c) the name and address of each participating Beneficiary;
- (d) in respect of each participating Beneficiary:

- i. the number of Ordinary Shares that the Custodian holds (directly or indirectly) on their behalf; and
  - ii. the number or the dollar amount of new Ordinary Shares they instructed the Custodian to apply for on their behalf;
- (e) for each participating Beneficiary, that the application price for the new Ordinary Shares applied for on the Beneficiary's behalf, and any other Ordinary Shares applied for on that Beneficiary's behalf (directly or indirectly) under a similar arrangement in the previous 12 months, does not exceed \$15,000.
- (f) that a copy of the written offer document was given to each participating Beneficiary; and
- (g) where the Custodian holds Ordinary Shares on behalf of a beneficiary indirectly, through one or more interposed Custodians, the name and address of each interposed Custodian.

By completing and submitting the personalised Application Form which accompanies this offer, a Custodian certifies the above.

Please contact Link Market Services on 1300 304 109 (within Australia) or +61 1300 304 109 (outside Australia) from 8:30am to 5:00pm (Sydney time), Monday to Friday, to obtain the relevant certification material and submit this together with the completed personalised Application Form. If a Custodian holds Ordinary Shares jointly on behalf of two or more persons, the \$15,000 limit applies jointly in relation to those persons as if the Custodian held the Ordinary Shares on behalf of a single person.

## **8 New Zealand**

The Ordinary Shares offered under the SPP are not being offered or sold to the public in New Zealand other than to existing holders of Ordinary Shares with registered addresses in New Zealand to whom the offer of Ordinary Shares under the SPP is being made in reliance on the Financial Markets Conduct Act 2013 and the Financial Markets Conduct (Incidental Offers) Exemption Notice 2016.

This document has not been registered, filed or approved by any New Zealand regulatory authority. This document is not a product disclosure statement under New Zealand law and is not required to, and may not, contain all of the information that a product disclosure statement under New Zealand law is required to contain.

## **9 Important Information for Holdings of Ordinary Shares Outside Australia and New Zealand**

To the extent that you hold Ordinary Shares on behalf of another person resident outside Australia or New Zealand, you may not distribute the SPP Terms and Conditions to such persons and may only purchase Ordinary Shares on behalf of them if you have investment discretion.

This document does not constitute an offer of securities in any place outside Australia or New Zealand. In particular, this document does not constitute an offer to sell, or a solicitation of an offer to buy, securities in the United States. The Ordinary Shares have not been, and will not be,

registered under the U.S. Securities Act or the securities laws of any state or other jurisdiction of the United States. Accordingly, the Ordinary Shares may not be offered, sold or resold, directly or indirectly in the United States except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the U.S. Securities Act and any applicable U.S. state securities laws.

Because of these legal restrictions, you must not send copies of this document or any other material relating to the SPP to any person resident in the United States or elsewhere outside Australia and New Zealand.



ABN 49 617 322 488

All Registry communications to:  
Link Market Services Limited  
Locked Bag A14  
Sydney South NSW 1235 Australia  
Telephone: 1300 554 474  
From outside Australia: +61 1300 554 474  
ASX Code: GAS  
Website: www.linkmarketservices.com.au

**SRN/HIN:**  
**Entitlement Number:**  
**Record Date:** 27 February 2019  
**Offer Opens:** 4 March 2019

**Offer Closes**  
**5:00pm (Sydney time):** 22 March 2019

## SHARE PURCHASE PLAN ("SPP") APPLICATION FORM

### How do I apply for Shares under this offer?

- Carefully read the SPP Terms and Conditions accompanying this form.
- Decide on the amount you wish to apply for.
- Pay for the Shares in accordance with the instructions outlined in the Terms and Conditions Booklet and further important instructions on the reverse of this form.
  - Option 1: Paying by BPAY®.
  - Option 2: Paying by Cheque, Bank Draft or Money Order.
- Payments must be in Australian dollars.

### PAYMENT OPTIONS

#### Option 1: Paying by BPAY®

If paying by BPAY®, you do **NOT** need to complete or return the Acceptance Slip attached to this Application Form below. Payment must be received by the Registry by BPAY® by 5:00pm (Sydney time) on 22 March 2019. By paying by BPAY®, you will be deemed to have completed an Application Form for the number of Shares the subject of your Application Payment.

If you make a payment by BPAY® and State Gas Limited receives an amount which is not equal to either A\$5,000, A\$10,000 or A\$15,000, State Gas Limited may round down the dollar amount of Shares that you are applying for to the next lowest parcel at their discretion. Your payment must be for a minimum of A\$5,000.



**Billers Code:** 62885

**Ref:**

#### Telephone & Internet Banking – BPAY®

Contact your bank or financial institution to make this payment from your cheque, savings, debit or transaction account. More info: [www.bpay.com.au](http://www.bpay.com.au)

® Registered to BPAY Pty Ltd ABN 69 079 137 518

#### Option 2: Paying by Cheque, Bank Draft or Money Order

If paying by cheque, bank draft or money order, complete and return the Acceptance Slip attached to this Application Form with your Application Payment.

- Tick the box beside the amount you wish to apply for, either A\$5,000, A\$10,000 or A\$15,000.
- Enter your cheque, bank draft or money order details. The amount of your Application Payment should be equal to the amount applied for in section A of the Acceptance Slip. Cheques, bank drafts or money orders must be drawn on an Australian branch of a financial institution in Australian currency, made payable to "State Gas Limited" and crossed "Not Negotiable". Please ensure sufficient cleared funds are held in your account, as your cheque will be banked as soon as it is received. If you provide a cheque, bank draft or money order for an amount that is not equal to either A\$5,000, A\$10,000 or A\$15,000, State Gas Limited may round down the dollar amount of Shares that you are applying for to the next lowest parcel at their discretion. Your payment must be for a minimum of A\$5,000.
- Enter your contact telephone number at which we may contact you regarding your application for Shares, if necessary.

**THIS IS A PERSONALISED FORM FOR THE SOLE USE OF THE SHAREHOLDER AND HOLDING RECORDED ABOVE.**

*Please detach and enclose with payment*



ABN 49 617 322 488

**SRN/HIN:**  
**Entitlement Number:**



**A** I/we wish to purchase a parcel of Shares to the dollar amount of (tick one box only):

A\$5,000   OR    A\$10,000   OR    A\$15,000

**B** Make your cheque, bank draft or money order payable to "State Gas Limited" and crossed "Not Negotiable"

Drawer	Cheque Number	BSB Number	Account Number	Amount of Cheque
<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	A\$ <input type="text"/> .00

**C** Telephone Number – Business Hours   Telephone Number – After Hours   Contact Name

(   )	(   )	<input type="text"/>
-------	-------	----------------------

## IMPORTANT INFORMATION

1. This is an important document which requires your immediate attention. If you are in any doubt as to how to deal with this Application Form, please consult a professional adviser.
2. If you do not wish to purchase additional Shares under this SPP, there is no need to take action.
3. Please ensure you have read and understood the SPP Terms and Conditions and this Important Information, before you make the Application Payment by BPAY® or you submit your Acceptance Slip with your Application Payment.
4. This SPP is non-renounceable. Applications can only be accepted in the name printed on the Application Form.
5. If you are a custodian, trustee or nominee within the definition of "custodian" in ASIC Class Order [CO 09/425] you must complete and submit an additional Schedule that contains additional certifications and details that must be provided ("the Schedule") before your Application will be received. The Schedule can be obtained by contacting the State Gas Limited SPP Offer Information Line. Applications received by custodians that are not accompanied by the Schedule will be rejected.
6. For applicants that are not required to complete the Schedule, by submitting the Acceptance Slip (with a cheque, bank draft or money order) or making payment by BPAY®, you certify that the aggregate of the Application Payment paid by you for:
  - the parcel of New Shares indicated on this Application Form or BPAY® payment; and
  - any other Shares applied for by you, or which you have instructed a Custodian to acquire on your behalf under the SPP or any other similar arrangement in the 12 months prior to the date of submission of the Acceptance Slip or payment by BPAY® does not exceed A\$15,000.
7. State Gas Limited reserves the right to make amendments to this Application Form where appropriate.
8. Applicants are not assured of receiving the Shares for which they have applied as State Gas Limited may scaleback applications in its discretion.

### How to Lodge your Acceptance Slip and Application Payment

A reply paid envelope is enclosed for you to return your Acceptance Slip and Application Payment. No postage stamp is required if it is posted in Australia.

Acceptance Slip and the payment for New Shares must be received by the Registry no later than the closing date shown overleaf. If paying by BPAY® you do not need to complete or return the Application Form. You should check the processing cut off-time for BPAY® transactions with your bank, credit union or building society to ensure your payment will be received by the Registry by the close of the offer.

#### **Mailing Address**

State Gas Limited  
C/- Link Market Services Limited  
GPO Box 3560  
Sydney NSW 2001

or

#### **Hand Delivery**

State Gas Limited  
C/- Link Market Services Limited  
1A Homebush Bay Drive  
Rhodes NSW 2138 **(Please do not use this address for mailing purposes)**

Make sure you send your Acceptance Slip and Application Payment allowing enough time for mail delivery, so Link Market Services Limited receives them no later than 5:00pm (Sydney time) on 22 March 2019. Please ensure sufficient cleared funds are held in your account, as your cheque will be banked as soon as it is received. State Gas Limited reserves the right not to process any Acceptance Slips and Application Payments received after the Closing Date.

**If you require information on how to complete this Acceptance Slip please contact the State Gas Limited SPP Offer Information Line on 1300 304 109 if calling within Australia or +61 1300 304 109 if calling from outside of Australia.**