



ABOUT INVICTUS ENERGY LTD

Invictus Energy Ltd is an independent oil and gas exploration company focused on high impact energy resources in sub-Saharan Africa. Our asset portfolio consists of a highly prospective 250,000 acres within the Cabora Bassa Basin in Zimbabwe. Special Grant 4571 contains the world class multi-TCF Mzarabani conventional gas-condensate prospect.

BOARD & MANAGEMENT

Scott Macmillan
Managing Director

Brent Barber
Country Manager

Barnaby Egerton-Warburton
Non-Executive Director

Eric de Mori
Non-Executive Director

Gabriel Chiappini
Non-Executive Director and
Company Secretary

invictusenergy.com

2 NOVEMBER 2018

CLARIFICATION REGARDING PRESS REPORTS ON OIL DISCOVERY IN ZIMBABWE

Highlights

- Invictus Energy Management met with the Zimbabwe President, His Excellency CDE E.D. Mnangagwa and Minister of Mines Hon. Winston Chitando
- The President held a press conference in Harare to discuss the progress to date of Invictus and SG 4571 permit
- The President affirmed the commitment of the Government of Zimbabwe to support Invictus in its exploration program
- Invictus' exploration program is progressing with aim to drill the first exploration well in the Cabora Bassa Basin

Invictus Energy Limited ("Invictus" or "the Company"), wishes to clarify some reports circulating in the media regarding and oil and/or gas discovery that has allegedly been made in the Mzarabani Area in northern Zimbabwe.

On 1 November 2018, Invictus management attended a press conference hosted by the Zimbabwe President, His Excellency CDE E.D. Mnangagwa and the Minister of Mines Hon. Winston Chitando in Harare.

At no time did President Mnangagwa state that an oil discovery had been made in Zimbabwe, but that the exploration activity being undertaken by Invictus had positive indications and that an exploration well would be drilled to confirm the potential of the Mzarabani Prospect. The full text of the statement made by the President can be found at the end of this announcement. Invictus did not make a statement to the press.

The Company wishes to reiterate that an oil or gas discovery has not been made and the Prospective Resource Estimate for the Mzarabani Prospect relates to undiscovered accumulations which have both a risk of discovery and a risk of development. Although the Cabora Bassa Basin possess all the elements for a working petroleum system, a discovery can only be confirmed through drilling of an exploration well. Please see the cautionary statement relating to prospective resources attached to this announcement for further detail.



President Mnangagwa provided the local press with a briefing on the oil and gas exploration activity being undertaken by Invictus, including the ongoing seismic interpretation and source rock study work which outlined the oil potential of the Cabora Bassa Basin. This was previously announced to the ASX on 24 September 2018.

In his press statement, President Mnangagwa also discussed that the release of the Independent Prospective Resource Estimate would be made by Invictus to its shareholders through the ASX platform on 2 November 2018. The planned release of the report was announced by the Company on 30 October 2018 in the request for a trading halt, and again on 31 October 2018 requesting a further one day voluntary suspension.

The President also affirmed the commitment of the Zimbabwe Government to working with Invictus to facilitate and support our ongoing oil and gas exploration work program.

Commenting on the meeting with President Mnangagwa and Minister Chitando, Invictus Energy Ltd Managing Director Scott Macmillan said:

“We are honoured to have been received by President Mnangagwa and Minister Chitando to provide an overview to the Zimbabwe Government of our exploration activity and progress to date in SG 4571. We are extremely pleased to have the support of government as we progress our work program towards the drilling of the first exploration well in the Cabora Bassa Basin. We look forward to working with the Government on Zimbabwe on this exciting project which if successful can make a significant contribution to Zimbabwe.”

Full Text: President Mnangagwa Press Statement

“The Government of Zimbabwe has over the last few months worked with, and facilitated INVICTUS Energy Limited which is quoted on the Australian Stock Exchange to undertake oil and gas exploration studies in Muzarabani.

INVICTUS is utilising data which was generated by Mobil Oil in the early 1990s when extensive oil and gas geo-physical work was undertaken in the greater Muzarabani area.

As part of its exploration studies, INVICTUS has engaged a number of worldwide professional companies with extensive experience in oil and gas. We have since been advised by INVICTUS that the findings are positive and point to oil and gas deposits in the area. INVICTUS and their partners will be making a statement to their shareholders through the Australian Stock Exchange in a few hours time.

Government of Zimbabwe will work very closely with INVICTUS to ensure that INVICTUS realises its plans to sink an exploration well by mid 2020. After the exploration well, the next stage will be commercial exploitation of the resource. In the interim, additional geo-physical work is ongoing to identify further exploration targets. Updates will be given as and when the planned exploration work results come in.



The result as communicated by INVICTUS is an exciting development for our country.

INVICTUS has committed itself to enter a production sharing agreement with the Government of Zimbabwe, which will be applicable when the project proceeds to commercial production stage.

I thank you.

01 November 2018."



**PRESS STATEMENT BY HIS EXCELLENCY
THE PRESIDENT OF THE REPUBLIC OF
ZIMBABWE,**

CDE EMMERSON DAMBUDZO MNANGAGWA

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01 November 2018.



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#Cautionary Statement: The estimated quantities of petroleum that may be potentially recovered by the application of a future development project relate to undiscovered accumulations. These estimates have both an associated risk of discovery and a risk of development. Further exploration, appraisal and evaluation are required to determine the existence of a significant quantity of potentially movable hydrocarbons. Prospective Resource assessments in this release were estimated using probabilistic methods in accordance with SPE-PRMS standards

For further information, please contact:

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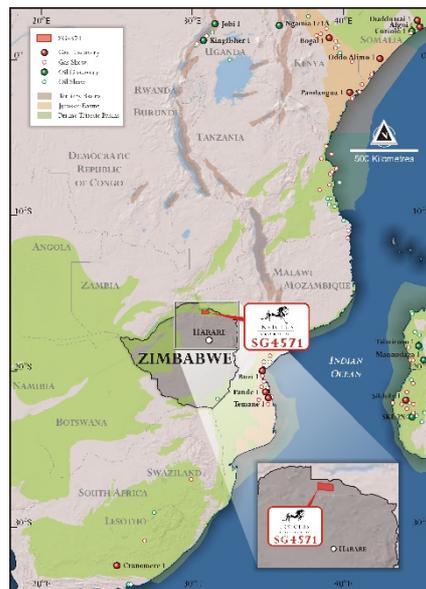


Corporate Advisor and Lead Manager

For further information on Invictus Energy, please visit the Company's website at www.invictusenergy.com

About the Cabora Bassa Project

The Cabora Bassa Project encompasses the Mzarabani Prospect, a multi-TCF conventional gas-condensate target which is potentially the largest, undrilled seismically defined structure onshore Africa. The prospect is defined by a robust dataset acquired by Mobil in the early 1990s that includes seismic, gravity, aeromagnetic and geochemical data.





Disclaimer

***Cautionary Statement for Prospective Resource Estimates** - With respect to the Prospective Resource estimates contained within this report, it should be noted that the estimated quantities of Petroleum that may potentially be recovered by the future application of a development project may relate to undiscovered accumulations. These estimates have an associated risk of discovery and risk of development. Further exploration and appraisal may be required to determine the existence of a significant quantity of potentially moveable hydrocarbons.

Hydrocarbon Resource Estimates – The Prospective Resource estimates for Invictus' SG 4571 permit presented in this report are prepared as at 29 October 2018. The estimates have been prepared by the Company in accordance with the definitions and guidelines set forth in the Petroleum Resources Management System, 2018, approved by the Society of Petroleum Engineer and have been prepared using probabilistic methods. The Prospective Resource estimates are unrisks and have not been adjusted for both an associated chance of discovery and a chance of development.

Competent Person Statement Information – In this report information relating to hydrocarbon resource estimates has been compiled by Netherland, Sewell and Associates, Inc. under the supervision of Mr Scott Macmillan, the Invictus Energy Ltd Managing Director. Mr Macmillan has over 12 years experience in the oil and gas industry in exploration, field development planning, reserves and resources assessment, reservoir simulation, commercial valuations and business development and is a member of the Society of Petroleum Engineers. Mr Macmillan consents to the inclusion of the information in this report relating to hydrocarbon Prospective Resources in the form and context in which it appears.

Forward looking statements – This document may include forward looking statements. Forward looking statements include, are not necessarily limited to, statements concerning Invictus' planned operation program and other statements that are not historic facts. When used in this document, the words such as "could", "plan", "estimate", "expect", "intend", "may", "potential", "should" and similar expressions are forward looking statements. Although Invictus Energy Ltd believes its expectations reflected in these are reasonable, such statements involve risks and uncertainties, and no assurance can be given that actual results will be consistent with these forward-looking statements. The entity confirms that it is not aware of any new information or data that materially affects the information included in this announcement and that all material assumptions and technical parameters underpinning this announcement continue to apply and have not materially changed.