ALLIGATOR ENERGY LTD

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20 November 2019

Share Purchase Plan (SPP) Update

Highlights:

- **Share Purchase Plan to close no later than 5.00pm (Brisbane time) on Wednesday 27 November 2019; and**
- **Eligible Shareholders who participate in the SPP Offer may be entitled to a Junior Minerals Exploration Incentive (JMEI) credit for the 30 June 2021 tax year**

Alligator Energy Limited (Alligator or the Company)(ASX:AGE) announced the offer of a Share Purchase Plan (SPP) to eligible Shareholders on 16 October 2019. The SPP Offer has a maximum raising of $300,000, comprising the issue of a maximum of 120,000,000 fully paid ordinary shares (**New Shares**). While the SPP is not underwritten, Taylor Collison have the right to place any shortfall.

The SPP booklet was mailed to eligible Shareholders on 29 October 2019.

Applications to date for New Shares under the SPP Offer have been encouraging. The Company therefore advises that applications will **close at 5.00pm (Brisbane time) on Wednesday 27 November 2019 unless, at the sole discretion of Directors', the SPP Offer is closed early.**

Eligible Shareholders are entitled, irrespective of the number of Shares currently held, to apply for a maximum of $30,000 of New Shares, at the Subscription Price of $0.0025 per New Share, under the Offer. No brokerage fees, commissions or other transaction costs apply. Participation in the SPP Offer is entirely at eligible Shareholders' discretion.

In the June 2019 Quarterly Activities Report, the Company advised that it had been granted $467,500 JMEI credits for the 2019 income tax year. The extent to which these JMEI credits become available for distribution to subscribers of fresh equity issues between 15 June 2018 and 30 June 2019 (**Eligible Recipients**) is based on the lower of eligible exploration expenditure incurred during the 2018/19 year, the actual tax loss for that income year or $467,500 (**ceiling**). Distribution of the JMEI

credits is scheduled to occur in 1H of 2020, once Alligator's 2019 tax return has been lodged. Any undistributed JMEI credits arising from the Company reaching the ceiling for the 2018/19 year will be carried over to the subsequent tax year i.e. 30 June 2020.

A preliminary assessment of the expected JMEI credits carried over to the 2020 tax year and eligible for distribution (on a pro-rata basis) to subscribers to fresh equity in the period 1 July 2019 to 30 June 2020 is in the range of $180,000 to $200,000. However, the ability of Alligator to distribute this estimate of JMEI credits to eligible Shareholders under the SPP Offer (along with other subscribers to fresh equity during the 2020 tax year) is dependent of several factors including:

- Finalisation of the Company's 2019 tax return and distribution of JMEI credits in 1H of 2020 and confirmation of any carried over balance;
- The level eligible exploration expenditure incurred by Alligator in the 2020 tax year;
- The total number of new Alligator shares issued for subscription of fresh equity between 1 July 2019 and 30 June 2020;
- Alligator's tax losses for the 2020 tax year; and
- Each eligible Shareholder's financial circumstances.

On the assumption that 33-45% of funds raised from the issue of fresh equity during the 2020 tax year are expended on eligible exploration expenditure by 30 June 2020, the Company estimates that a successful application for $1,000 of New Shares under the SPP Offer could receive a JMEI credit in the range of $90 - $120. Upon lodgement of the 2020 tax return, Alligator will distribute and notify eligible Shareholders of their JMEI credit which could be applied when lodging the 2021 tax return.

Greg Hall

Executive Director & CEO