



BIG STAR ENERGY

ASX ANNOUNCEMENT

29 October 2018

ESTABLISHMENT OF LESS THAN MARKETABLE PARCEL SHARE SALE FACILITY

The Board of Directors of **Big Star Energy Ltd (ASX:BNL)** ("**Big Star**" or the "**Company**") are pleased to announce the establishment of a share sale facility ("**Facility**") for holders of less than a marketable parcel (defined in the ASX Listing Rules as a parcel of securities of not less than \$500 in value) ("**Less Than Marketable Parcel**") of the Company's shares. Of the Company's approximately 3,812 shareholders, 3,481 hold Less Than Marketable Parcels.

A Less Than Marketable Parcel Notice will be sent to all of the Company's shareholders with a registered shareholding of 45,454 shares or less on the Record Date. The Record Date for the purposes of establishing holders of Less Than Marketable Parcels has been set at 7:00pm (Sydney time) on Friday, 26 October 2018.

The Facility has been established in accordance with the Company's constitution and ASX Listing Rules. The purpose of the Facility is to assist holders of Less Than Marketable Parcels to sell their shares without incurring brokerage or handling costs that could otherwise make a sale of their shares uneconomic. In addition, the Company expects to reduce the administrative costs associated with maintaining a large number of small shareholdings.

The price at which shares will be sold under the Facility will be determined by market conditions and may be different from the market price prevailing at the date of this letter. However, the minimum price which may be accepted will be the average of the last sale prices of the Company's shares for each of the 10 trading days immediately preceding an offer to purchase the shares.

All shareholders who sell their shares through the Facility will receive the same sale price per share, and will receive a proportionate share of the sale proceeds from all shares sold under the Facility. The amount you will receive will be rounded up or down to the nearest cent with 0.5 cents being rounded up. Each shareholder will receive their respective sale proceeds by cheque. Shareholders who wish to retain their Less Than Marketable Parcels will be able to do so by completing and returning a Share Sale Facility Retention Form to the Company in accordance with the timetable below.

A summary of the key dates in relation to the Facility is as follows:

Less Than Marketable Parcels Record Date – Friday, 26 October 2018 at 7:00pm (Sydney time)

Less Than Marketable Parcels Announcement to ASX – Monday, 29 October 2018

Less Than Marketable Parcels Notice sent to relevant shareholders – Monday, 29 October 2018

Closing Date for receipt of Share Sale Facility Retention Forms – Monday, 10 December at 5:00pm (Sydney time)

Attached is a copy of the Less Than Marketable Parcels Notice and the Share Sale Facility Retention Form which will be sent to all shareholders that hold a Less Than Marketable Parcel on the Record Date.

For further information, please contact:

Andrew Whitten
Company Secretary
+61 2 8072 1400

About Big Star:

Big Star Energy Ltd (“Big Star” or the “Company”) (ASX:BNL) is an independent oil and gas exploration and production company, headquartered in Australia, with operations in the Permian Basin in Dawson County, Texas. For further information, please visit the Company’s website at www.bigstarenergy.com.au



BIG STAR ENERGY

29 October 2018

Dear Shareholder

NOTICE OF INTENTION TO SELL SHARES OF LESS THAN MARKETABLE PARCEL

The Board of Directors of **Big Star Energy Ltd (ASX:BNL)** ("**Big Star**" or the "**Company**") are pleased to advise that the Company has established a share sale facility ("**Facility**") for the sale of ordinary shares for holders who hold less than a marketable parcel (defined in the ASX Listing Rules as a parcel of securities of not less than \$500 in value) ("**Less Than Marketable Parcel**"). The Facility has been established in accordance with the Company's Constitution and ASX Listing Rules.

The purpose of the Facility is to assist holders of Less Than Marketable Parcels to sell their shares without incurring brokerage costs or handling costs which could otherwise render a sale unattractive or uneconomical. In addition, the Company expects to reduce administrative costs associated with maintaining a large number of shareholders with Less Than Marketable Parcels.

Our records show that you held a Less Than Marketable Parcel based on the Company's share price of \$0.011 as at close of trade on Friday, 26 October 2018 ("**Record Date**") and accordingly your shareholding is eligible to participate in this Facility.

The Company has approximately 3,812 shareholders of which approximately 3,481 hold Less Than Marketable Parcels, that in aggregate represent approximately 1.52% of all issued shares.

You may choose to sell all of your holding or retain your existing holding as explained below.

1. Sell all of your Less Than Marketable Parcel shares

If you want to sell your shares through the Facility, you do not need to take any action. The Company is authorised under Clause 3 of its Constitution to sell your shares immediately following the expiry of 6 weeks from the date this letter was sent to you ("**Closing Date**"), unless the Company receives a completed Share Sale Facility Retention Form from you within such time, as contemplated in section 2 below.

Your shares will be pooled with other shares that are eligible to be sold under this Facility and sold as soon as practicable after the Closing Date. All costs associated with the sale of your shares will be borne by the Company.

You do not need to appoint a broker nor pay the brokerage and handling costs associated with the sale of shares under the Facility. Any tax consequences from the sale of your shares will be your responsibility.

The price at which shares will be sold under the Facility will be determined by market conditions and may be different from the market price prevailing at the date of this letter. However, the minimum price which may be accepted will be the average of the last sale prices of the Company's shares for each of the 10 trading days immediately preceding an offer to purchase the shares.

You will receive the same sale price per share and will receive a proportionate share of the sale proceeds from all shares sold under the Facility. The amount you will receive will be rounded up or down to the nearest cent with 0.5 cents being rounded up.

You will be paid your sale proceeds in Australian dollars by cheque.

2. Retain your existing Less Than Marketable Parcel shares

If you want to retain your shares in the Company, you must either:

- (i) lodge your Share Sale Facility Retention Form online at <https://investor.automic.com.au/#/home>
- (ii) complete and return the **attached** Share Sale Facility Retention Form so that it is received by 5:00pm (Sydney time) on Monday, 10 December 2018, being the Closing Date of this Facility; or
- (iii) increase your holdings so that by 5pm (Sydney time) on the Closing Date, you are the registered holder of at least 45,455 shares. The increase must be under the same name and address and with the same holder number (SRN or HIN) as set out in this letter.

If you take one of these steps, your shares will not be sold under the Facility.

Important Information

The Company is not bound to sell all or any of the shares that may be available for it to sell under the Facility, and there is no guarantee that the Company will be able to sell your shares. In addition, the sale proceeds may differ from the market value of your shares on the Record Date, depending on movements in the market price of the shares and on the Company appointed brokers' ability to procure purchasers.

The Company will determine whether a shareholder has a Less Than Marketable Parcel as at the Record Date. The Company will not have any reference to any increase in the price of shares after the Record Date in determining whose shares may be sold pursuant to this Facility.

If you have a Less Than Marketable Parcel as at the Record Date, then unless you take one of the steps outlined in section 2 of this letter, the Company will be entitled to sell your shares under the Facility.

Neither the Company nor any other person involved in the Facility shall be liable for failure to sell the shares or at a particular price. The price of the Company's shares is subject to change and an up-to-date price can be obtained from ASX website (www.asx.com.au) under the code "BNL".

Please read the instructions on your personalised Share Sale Facility Retention Form carefully before completing it. If you need help deciding what to do, or if you require information regarding the financial, legal or tax consequences of participating in the Facility you should consult your legal, financial or taxation adviser.

The attached terms and conditions sets out further details of the Facility, which you should read before making any decision.

Yours faithfully

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

Andrew Whitten
Company Secretary

Terms and Conditions of the Unmarketable Share Sale Facility (Facility)

1. What is a Less Than Marketable Parcel?

A Less Than Marketable Parcel of shares is a holding of shares in the Company valued at less than \$500 as at 7:00pm (Sydney time) on Friday, 26 October 2018 (**Record Date**). Based on the Company's share price of \$0.011 as at close of trade on the Record Date, this is a holding of 45,454 shares or less.

As the determination of a Less Than Marketable Parcel is undertaken at the Record Date, any increase in the Company's share price after that date will not impact what constitutes a Less Than Marketable Parcel.

2. Why have I been sent this letter?

You have been sent this letter because your shareholding on the Record Date was a Less Than Marketable Parcel.

3. Why did the Company establish the Facility?

The Company recognises that shareholders of Less Than Marketable Parcels may find it difficult or expensive to dispose of their shares in the usual way. The Company is offering the Facility to assist holders of Less Than Marketable Parcels to sell their shares without incurring brokerage or handling costs.

The Company is also seeking to reduce the Company's administrative costs associated with maintaining a large number of shareholders with Less Than Marketable Parcels.

4. What if I want to retain my shares?

If you want to retain your shares in the Company, you must either:

- (i) lodge your Share Sale Facility Retention Form online at <https://investor.automic.com.au/#/home>
- (ii) complete and return the **attached** Share Sale Facility Retention Form so that it is received by 5:00pm (Sydney time) on Monday, 10 December 2018, being the Closing Date of this Facility; or
- (iii) increase your holdings so that by 5.00pm (Sydney time) on the Closing Date, you are the registered holder of at least 45,455 shares. The increase must be under the same name and address and with the same holder number (SRN or HIN) as set out in this letter.

If you currently have more than one holding on the Company's share register, you may wish to consider amalgamating your holdings so that they are registered as one holding by the Closing Date. This may result in your amalgamated holding no longer being a Less Than Marketable Parcel. Under these circumstances your shares will not be sold as part of this Facility.

5. What price will I receive for shares sold through the Facility?

The price at which shares will be sold under the Facility will be determined by market conditions and may be different from the market price prevailing at the time. However, the minimum price which may be accepted will be determined based on the average of the last sale prices of the Company's shares for each of the 10 trading days immediately preceding an offer to purchase the shares.

You will receive the same sale price per share and will receive a proportionate share of the sale proceeds from all shares sold under the Facility. The amount you will receive will be rounded up or down to the nearest cent with 0.5 cents being rounded up.

The Company does not give any assurance as to the likely sale price of the shares that may be achieved.

6. When will the proceeds from the sale of shares be sent to me?

Payment will be sent to you as soon as is practicable following the last sale under the Facility. Payment will be made in Australian dollars by cheque. You will be notified by way of a transaction confirmation statement of the number of your shares sold, the sale price and your sale proceeds. The transaction statement and cheque will be sent by post to your address as shown in the share register at the time the payment is made.

7. What if my shares are held in a CHESS holding?

If your shares remain in a CHESS holding at 5:00pm (Sydney time) on the Closing Date, the Company may move those shares to an issuer sponsored holding and the shares will be sold through the Facility.

8. Where can I get further information concerning the Facility?

If you have any questions concerning the Facility, please contact the Company's Company Secretary on (02) 8072 1400 during normal office hours.

Important notes

The Facility has been established in accordance with the Company's Constitution and ASX Listing Rules.

This letter does not constitute advice nor a recommendation to buy, sell or hold shares nor that the Facility is the best way to sell shares in the Company. If you are in any doubt about what to do, you should consult your legal, financial or taxation adviser.

The Company reserves the right to vary the Facility, to change any of the dates referred to in this letter by notice to the ASX or not to proceed with the sales under the Facility.








BIG STAR ENERGY

Big Star Energy Limited | ACN 009 230 835

All Registry Communication to:



-  GPO Box 5193, Sydney NSW 2001
-  1300 288 664 (within Australia)
-  +61 2 9698 5414 (international)
-  corporate.actions@automic.com.au
-  www.automic.com.au

Sample

No. of Securities Held:
Security Code: BNL
Holder Reference (SRN/HIN):

LESS THAN MARKETABLE PARCEL : SHARE SALE FACILITY FORM

IMPORTANT: YOUR ELECTION MUST BE RECEIVED BY NO LATER THAN 5.00PM (SYDNEY TIME) ON MONDAY 10 DECEMBER 2018.

This is an important document and requires your immediate attention. This document should be read in conjunction with the enclosed shareholder letter. If you are in any doubt as to how to deal with this form, you should consult your professional advisor.

Option A: Elect Online (Recommended)

Visit <https://investor.automic.com.au/#/home>

To elect online, simply scan the barcode to the right with your tablet or mobile device or enter the above link into your browser. Once logged in to the Investor Portal you will be able to access your election by clicking on the 'Offers' menu on the left-hand navigation panel.

- ✓ **It's fast and simple:** Electing online is very easy to do, it eliminates any postal delays and removes any potential risk of it being lost in transit.
- ✓ **It's secure and confirmed:** Electing online provides you with greater privacy over your instructions and provides you with confirmation that your Election has been successfully processed.



Option B: Paper Election

Step 1: Make your election below:

PLEASE TICK THE BOX TO INDICATE YOU WISH TO RETAIN YOUR SHARES	<input type="checkbox"/>
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PLEASE TICK THE BOX TO INDICATE YOU WISH TO SELL YOUR SHARES	<input type="checkbox"/>
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Step 2: Provide your contact details:

Telephone Number ()	Contact Name (PLEASE PRINT)
Email Address	
SUPPORT YOUR COMPANY: By providing your email address, you elect to receive all communications despatched by the Company electronically (where legally permissible).	

Step 3: Sign and return the form in accordance with the instructions provided:

I/We authorise you to act in accordance with my/our instructions set out above. I/We acknowledge that these instructions supersede and have priority over all previous instructions relating to payments to which I/we am/are entitled to be paid in cash.		
Individual or Securityholder 1	Securityholder 2	Securityholder 3
<input style="width: 90%;" type="text"/>	<input style="width: 90%;" type="text"/>	<input style="width: 90%;" type="text"/>
Sole Director or Sole Director & Sole Company Secretary	Director	Director/Company Secretary

SIGNING REQUIREMENTS

- Individual:** Where the holding is in one name, the Shareholder must sign.
- Joint holding:** Where the holding is in more than one name, all of the Shareholders must sign.
- Power of Attorney:** If any signatory signs under Power of Attorney, please attach an originally certified photocopy of the Power of Attorney to this Form when you return it.
- Companies:** To be signed in accordance with your Constitution. Please sign in the box which indicates the office held by you.
- Estates:** If any signatory signs in the capacity of Executor/s, please attach to this Form when you return it, a certified photocopy of the Probate or Death Certificate together with the Will.

LODGING YOUR SHARE SALE FACILITY FORM

This form must be received at an address given below by 5.00PM (Sydney Time) on Monday 10 December 2018.

ONLINE

By following the instructions overleaf

BY EMAIL

Scan and email a copy of your form to corporate.actions@automic.com.au

BY FACSIMILE

+61 2 8583 3040

BY MAIL

Big Star Energy Limited
C/- Automic
GPO Box 5193
Sydney NSW 2001

BY HAND DELIVERY (Between Sydney office hours 9.00am – 5.00pm Sydney Time)

Automic
Level 5
126 Phillip Street
Sydney NSW 2000

**YOUR SHARE SALE FACILITY FORM MUST BE RECEIVED BY NO LATER THAN
5.00PM (SYDNEY TIME) ON MONDAY 10 DECEMBER 2018**