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FOR IMMEDIATE RELEASE

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PanAfrican Energy Tanzania signs long-term Gas Sales Agreement with TPDC

DAR ES SALAAM, Tanzania 29th May 2019: PanAfrican Energy Tanzania ("PAET" or the "Company") is pleased to provide the following operational update on its current activities in Tanzania.

PAET entered into a long-term Gas Sales Agreement ("GSA") with the Tanzania Petroleum Development Corporation ("TPDC"). The Agreement provides for the supply of up to 20 million standard cubic feet per day (MMscf/d) of natural gas to the TPDC operated National Natural Gas Infrastructure ("NNGI") on Songo Songo Island, where the gas will be processed and transported to Dar es Salaam, primarily for power generation.

Sales of gas under the milestone GSA will replace 20MMscf/d of the 35MMscf/d recently sold by PAET under the short-term sales agreement established with TPDC and TANESCO in December 2018. The balance MMscf/d sold by PAET under the short-term agreement will continue to be supplied through the NNGI infrastructure alongside the 20MMscf/d sold under the GSA, until completion of the installation of refrigeration on the Songas processing plant by the middle of the year. On completion of the refrigeration project, the 15MMscf/d will revert to be sold by PAET to TANESCO through the Songas processing facility and the short-term agreement will conclude. The establishment of the GSA allows PAET to continue to meet recent increases in demand on a long-term basis, ensuring TPDC is able to support TANESCO in sustaining progressively stable and more widely available power generation. With spare productive capacity from the Songo Songo field already established, PAET has volumes of gas immediately available to meet imminent increases in demand as TANESCO continues to expand its power generation capacity, TPDC continues to develop its downstream gas sales and supply business, and as industrial use of gas accelerates.

Under the short-term agreement PAET achieved average Additional Gas sales of 61 MMscf/d through the first quarter of 2019, compared to an average of 40MMscf/d for 2018. Under the GSA gas will be supplied initially through PAET's SS-12 well, drilled in 2016 as part of a wider development of the Songo Songo field. SS-12 is tied into the NNGI plant alongside the S-11 well. The field development and tie-ins have ensured PAET has volumes of gas available today to instantly meet future demand. The Company is in the final stages of installing refrigeration on the Songas processing facility on Songo Songo Island. This is part of an overall package that will eventually include compression and will further increase and sustain gas availability in line with demand.

"Through foresight, flexibility and cooperation PAET is today in prime position to meet immediate and near-term future energy needs of Tanzania." said Andrew Hanna, Managing Director of PAET. "The degree of effort that has gone in to establishing this GSA, by all parties, cannot be underestimated. It demonstrates what can be achieved here in Tanzania when we work together in a transparent and

cooperative way. We believe that this agreement once again places PAET in a position where we can support Tanzania in continuing to achieve its enormous potential." he said.

Financial reports and other corporate information concerning PAET and its group parent company, Orca Exploration Group Inc. ("Orca") may be found on the Company's website at www.panafricanenergy.com and www.orcaexploration.com or Orca's profile on SEDAR at www.sedar.com.

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