

Renergen

ASX listing

ASX listing and open offer details

Renergen has provided details of its planned listing on the Australian Stock Exchange (ASX). The replacement prospectus was published on 8 May with the company looking to raise A\$5m gross at an offer price of \$0.8 per CHES depository interest (CDI). The closing date of the offer, which is only available to Australian and New Zealand residents, is 22 May 2019 with new CDIs expected to start trading on 31 May. Net proceeds are to be used to drill additional wells into proven gas reserves in the Virginia gas field project, operated by Renergen subsidiary Tetra4. In addition, the funds will be used to partially fund a feasibility study for the commercialisation of the high concentration helium reserves contained in the Virginia gas project's prospective sandstone deposit. Renergen's ASX listing will give it additional liquidity and access to capital to support expansion. We published an update note on Renergen in January 2019; our forecasts are now under review as we incorporate information within the ASX IPO prospectus.

Year end	Revenue (ZARm)	Adjusted EBITDA (ZARm)	Reported net income (ZARm)	Net (debt)/cash (ZARm)	Cash from operations (ZARm)	Capex (ZARm)
02/17	2	(22)	(19)	12	(23)	(21)
02/18	3	(27)	(41)	3	(18)	(14)
02/19e*	4	(35)	(41)	5	(31)	(107)
02/20e*	27	(37)	(26)	(192)	(20)	(296)

Note: EBITDA normalised, excluding amortisation of acquired intangibles, exceptional items and share-based payments. Note: *Last published forecasts.

Stage one expansion of the Virginia gas project involving connecting 12 existing gas wells to a new gas pipeline and constructing a new helium and LNG plant with maximum daily production capacity of 74.6mcf liquid helium and 2,700GJ of LNG is fully funded through existing cash resources and committed debt funding from OPIC, the United States' government development finance institution.

Oil & gas

9 May 2019

Price **ZAR9.25**
Market cap **ZAR926m**

US\$/ZAR14.0

Net cash (ZARm) at 31 August 2018 6

Shares in issue 100.1m

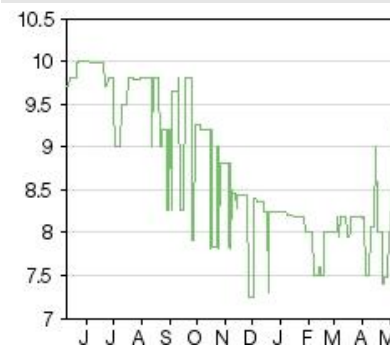
Free float 27%

Code RENJ

Primary exchange JSE

Secondary exchange N/A

Share price performance



Business description

Renergen is an integrated alternative and renewable energy business that invests in early-stage alternative energy projects across Africa and emerging markets.

Analysts

Sanjeev Bahl +44 (0)20 3077 5756

Ian McLelland +44 (0)20 3077 5700

Elaine Reynolds +44 (0)20 3077 5713

oilandgas@edisongroup.com
[Edison profile page](#)

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Frankfurt +49 (0)69 78 8076 960
Schumannstrasse 34b
60325 Frankfurt
Germany

London +44 (0)20 3077 5700
280 High Holborn
London, WC1V 7EE
United Kingdom

New York +1 646 653 7026
1,185 Avenue of the Americas
3rd Floor, New York, NY 10036
United States of America

Sydney +61 (0)2 8249 8342
Level 4, Office 1205
95 Pitt Street, Sydney
NSW 2000, Australia