

Dekeloil PLC

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Dekeloil Public Limited  
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**DekelOil Public Limited**  
(‘DekelOil’ or the ‘Company’)  
**Acquisition of a further c. 5% stake in CS DekelOil Siva Limited**  
**and**  
**Additional Placing to raise £1.65 million at 1.325 pence per share**

DekelOil Public Limited, operator and 51% owner of the vertically integrated Ayenouan palm oil project in Côte d'Ivoire (the 'Project'), is pleased to announce that, further to the announcement of 24 May 2016, it is to acquire an additional c. 5 per cent. interest in CS DekelOil Siva Limited, the Company's majority owned producing palm oil project at Ayenouan ('the Acquisition') from its joint venture partner, Biopalm Energy Limited ('the Sellers'). Subject to completion and as a result of a favourable GBP: EUR exchange rate of 1.30 agreed with the Sellers, DekelOil expects to hold a stake of approximately 86% in the Project.

The Acquisition is to be funded by way of an additional proposed placing of 121,127,400 New Ordinary Shares (the "Additional Placing Shares") to raise £1.6 million. An additional 3,773,520 Sale Shares (the "Additional Sale Shares") are also being placed on behalf of Yehoshua Shai Kol. The Additional Placing Shares and Additional Sale Shares have been priced at 1.325 pence share, which is the same level as the Placing and Sale Shares on 24 May 2016 totalling £11.1 million as announced. In aggregate, firm commitments have now been received from investors to subscribe for 959,637,080 Ordinary Shares to raise a total of £12.7 million.

The Additional Placing Shares will be issued pursuant to the authorities being sought by the Company at its general meeting to be held on 16 June 2016 and the Additional Placing is therefore conditional upon the approval of such authorities. Application has been made for the Additional Placing Shares to be admitted to trading on AIM and dealings are expected to commence on or around 17 June 2016. Following admission of the Placing Shares and Additional Placing Shares, the Company's issued share capital will consist of 2,477,048,940 Ordinary Shares.

*Director Dealing*

As announced on 24 May 2016, Yehoshua Shai Kol is selling 22,641,480 Sale Shares in connection with the Placing. In connection with the Additional Placing, Yehoshua Shai Kol will sell 3,773,520 Additional Sale Shares. Following the fundraising (but before the Share Consolidation as announced on 24 May 2016), Yehoshua Shai Kol will hold 106,491,738 Existing Ordinary Shares, representing approximately 4.3% of the Pre-Consolidation Share Capital.

**Lincoln Moore, Executive Director of DekelOil, commented,** "Thanks to strong demand from new and existing shareholders we have the opportunity to increase our interest in our flagship palm oil project in Cote d'Ivoire on the same earnings enhancing terms as those of 24 May 2016, when we announced the acquisition of an additional 30.5% stake in Ayenouan from our joint venture partner. Subject to approval from our shareholders and the completion of both transactions, DekelOil will hold approximately 86% interest in Ayenouan, which will allow us to secure a greater proportion of the producing palm oil project's growing revenues and cash flows.

"Our latest results reported in April 2016 show why we are so keen to increase our interest in Ayenouan: in its first full year of operations and at just half its capacity, the state of the art Mill produced 35,500 tonnes of crude palm oil, which generated revenues of €23.4 million and EBITDA of €3.7 million attributable to DekelOil's 51% interest. With crude palm oil production set to increase towards the Mill's 70,000 tonnes per annum capacity, our kernel crushing plant on track to make a first full year contribution producing value add products, and highly favourable global and local demand and supply dynamics for palm oil, Ayenouan is set to become the highly cash generative business that we always said it would be. In line with our strategy, Ayenouan provides us with an excellent platform from which to build DekelOil into a leading West African palm oil producer, owning approximately 86% of the Project promises to accelerate this process."

*A copy of this announcement will be published, subject to certain restrictions relating to persons resident in restricted jurisdictions, on DekelOil's website at [www.dekeloil.com](http://www.dekeloil.com). For the avoidance of doubt, neither the content of the Company's website nor the content of any website accessible from hyperlinks on the Company's website (or any other website) is incorporated into, or forms part of, this announcement nor, unless previously published by means of a recognised information service, should such content be relied upon in reaching a decision as to whether or not to acquire, continue to hold, or dispose of securities in the Company.*

*This announcement is not an invitation nor is it intended to be an inducement to engage in investment activity for the purpose of section 21 of FSMA. The Placing Shares are in any event being placed only with (i) persons who have professional experience in matters relating to investments and who are investment professionals within the meaning of Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 of the United Kingdom (the "Financial Promotion Order") or (ii) persons who fall within Article 49(2)(a) to (d) ("high net worth companies, unincorporated associations etc.") of the Financial Promotion Order (all such persons together being referred to as "relevant persons"). Any investment or investment activity to which this announcement relates is available only to relevant persons and will be engaged in only with relevant persons. Anyone other than a relevant person must not rely on this announcement.*

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**\*\*ENDS\*\***

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**Notes:**

DekelOil Public Limited is a low cost producer of palm oil in West Africa, which it is focused on rapidly expanding. To this end, it has a 51% interest in one of the largest oil processing mills based in Côte d'Ivoire, which has a capacity of 70,000 tons of CPO. Feedstock for the Mill comes from several co-operatives and thousands of smallholders, however it also has nearly 1,900 hectares of its own plantations. Furthermore, it has a world-class nursery with a 1 million seedlings a year capacity.