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30 June 2017

Hurricane Energy plc

(the "Company")

Results of Convertible Bond Offering

Hurricane Energy plc, the UK-based oil and gas company focused on hydrocarbon resources in naturally fractured basement reservoirs, today announces the successful placement of US\$220 million of Convertible Bonds due 2022 (the "**Bonds**" and "**Offering**").

The Company has granted the Joint Bookrunners an over-allotment option in respect of US\$10 million of Bonds, exercisable prior to 19 July 2017.

Concurrently with the Offering, the Company raised US\$300 million by way of a non-pre-emptive placing (subject to shareholder approval) of new ordinary shares in the capital of the Company (the "**Concurrent Equity Placement**").

The net proceeds of the Offering and the Concurrent Equity Placement will be used to fund capital expenditure in relation to the Early Production System development at the Company's Lancaster field, West of Shetland. The Company is currently targeting achieving first oil in the first half of 2019, and completing this financing now will enable the Company to maintain this target. Further details of the use of proceeds of the Offering and the Concurrent Equity Placement are set out in the Company's announcement of 29 June 2017.

The Bonds will be issued at par and carry a coupon of 7.50 per cent. per annum payable quarterly in arrear in equal instalments. The Bonds will be convertible into fully paid ordinary shares of the Company (the "**Ordinary Shares**") with the initial conversion price set at US\$0.5200, representing a 25 per cent. premium above the placing price of the Concurrent Equity Placement, being £0.32 (converted into U.S. dollars at a GBP/USD 1.30 rate).

Upon conversion of the Bonds, the Company may elect to settle its obligations by way of delivery of ordinary shares, payment of a cash alternative amount (calculated by reference to the volume weighted average price of an Ordinary Share over of a specified period) or a combination of the two.

On the Closing Date (as defined below), the Company will transfer to an account secured in favour of U.S. Bank Trustees Limited as trustee in respect of the Bonds a sum equal to the full amount of the first eight interest payments on the Bonds, which can be released in certain circumstances as specified by the Terms and Conditions of the Bonds.

Unless previously converted, redeemed, or purchased and cancelled, the Bonds will be redeemed at par on 24 July 2022.

The Company will have the option to redeem all, but not some only, of the outstanding Bonds:

- at any time on or after 14 August 2020 at par plus accrued interest if the value of the Ordinary Shares underlying a Bond (calculated over a specified period) shall have been at least US\$300,000; and
- at any time, if 85 per cent. or more of the aggregate Principal Amount of the Bonds originally issued shall have been previously converted, redeemed, or purchased and cancelled (the "**Clean-up Call**").

Settlement and delivery of the Bonds is expected to take place on or about 24 July 2017 (the "**Closing Date**").

Settlement of the Bonds is conditional upon (i) approval of the shareholders of the Company of the resolutions to be proposed at a General Meeting of the Company to be held on 21 July 2017 in relation to the issue of new Ordinary Shares in connection with any conversion of the Bonds and the Concurrent Equity Placement and (ii) the admission to trading of the new Ordinary Shares issued in connection with the Concurrent Equity Placement on the London Stock Exchange's AIM.

It is intended that application will be made for the Bonds to be listed on The International Stock Exchange (or another recognised stock exchange) prior to the first interest payment date.

The Company and its subsidiaries have agreed to a lock-up undertaking for a period of 90 days from the date hereof in respect of the Ordinary Shares (and equity-linked instruments in respect of the Ordinary Shares), subject to customary exceptions and excluding any Ordinary Shares issued pursuant to the Concurrent Equity Placement and Bonds issued pursuant to the over-allotment option.

Cenkos Securities plc and Stifel Nicolaus Europe Limited are acting as Joint Bookrunners.

This press release does not constitute or form part of any offer or solicitation to purchase or subscribe for or to sell securities and the Offering is not an offer to the public in any jurisdiction.

This announcement is released by Hurricane Energy plc and contains inside information for the purposes of Article 7 of the Market Abuse Regulation (EU) 596/2014 ("**MAR**"), encompassing information relating to the Offering and the Bonds described above, and is disclosed in accordance with the Company's obligations under Article 17 of MAR.

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