



23 July 2018

Chariot Oil & Gas Limited

("Chariot", the "Company" or the "Group")

Mauritanian New Venture Back-in Option with Shell in Block C-19

Chariot Oil & Gas Limited (AIM: CHAR), the Atlantic margins focused oil and gas exploration company, today announces that, through its wholly owned subsidiary Chariot Oil & Gas Investments (Mauritania) Limited, it has secured an option to back-in for between 10% to 20% equity in the C-19 block in Mauritania that has recently been awarded to Shell Exploration and Production Mauritania (C19) B.V., part of the Shell Group of Companies ("Shell").

Background:

Chariot secured an exploration licence over the C-19 block in Mauritania in June 2012. The Company subsequently acquired 3500km² of 3D seismic data and undertook extensive reprocessing of legacy 2D seismic data which led to the identification of a significant resource base in a number of plays, prospects and leads. The work undertaken by Chariot to derisk this block resulted in significant interest in farm-out data rooms from a number of potential partners, however the prevailing industry sentiment in a low-price environment was such that these did not lead to a transaction. As a consequence, in June 2016 the Company elected not to enter the First Renewal Phase which carried a well commitment.

Back-in Option:

In the intervening period Chariot has been working with Shell, SMHPM (the Mauritanian State oil company and a 10% partner in Block C-19) and the Mauritanian Ministry of Petroleum, Energy and Mines to secure a new exploration and production contract over the C-19 block. In recognition of the expertise and knowledge developed by the Chariot technical team and the potential contribution they can make through this expertise, Shell has offered the Company the option to back-in for a working interest of between 10% to 20% equity in the C-19 block at a future date, subject to the customary regulatory approval by the Mauritanian Ministry of Petroleum, Energy and Mines.

The Company is currently considering the merits of exercising this back-in option right and will up-date the market following any further material decision taken.

Larry Bottomley, CEO commented:

"The focus for Chariot is the delivery of transformational value through the discovery of material hydrocarbon accumulations. Chariot considers the C-19 block has the potential to deliver material hydrocarbon accumulations. The focus of our evaluation of the option will be on value, portfolio balance, risk management and capital discipline."

We would like to thank Shell for their constructive approach, participation and leadership in the process of securing the C-19 block, SMHPM for their continuing support of our partnership and the Ministry of Petroleum, Energy and Mines for facilitating our attempts to progress exploration on this licence.

Securing this option is a testament to the quality of the technical team and the tenacity of the organization.”

This announcement contains inside information for the purposes of Article 7 of Regulation 596/2014.

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NOTES TO EDITORS

About Chariot

Chariot Oil & Gas Limited is an independent oil and gas exploration group. It holds licences covering four blocks in Namibia, three blocks in Morocco and four blocks in the Barreirinhas Basin offshore Brazil. All of these blocks are currently in the exploration phase.

The ordinary shares of Chariot Oil & Gas Limited are admitted to trading on the AIM Market of the London Stock Exchange under the symbol 'CHAR'.