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Press release

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Africa Energy Announces Contemplated Private Placement

January 27, 2020 – Africa Energy Corp. (TSX Venture: AFE, Nasdaq First North Stockholm: AEC) (“Africa Energy” or the “Company”), an oil and gas company with exploration assets offshore South Africa and Namibia, announces that it intends to undertake an equity issue, on a private placement basis, of USD 20 million in newly issued common shares of the Company (the **“New Shares”**) through an accelerated book-building process (the **“Private Placement”**).

The Company retains the right to increase the size of the Private Placement at its discretion based on demand. The Private Placement will be effected on a reasonable commercial efforts basis at a price per share to be determined through the book-building process.

Payment for the New Shares will be made in cash. The net proceeds from the Private Placement are expected to be used to finance the drilling of up to three exploration wells on Block 11B/12B offshore South Africa and for general corporate purposes. Africa Energy holds 49% of the shares in Main Street 1549 Proprietary Limited, which has a 10% participating interest in Block 11B/12B.

The subscription price for the New Shares (the **“Subscription Price”**) will be determined by the Company based on an accelerated book-building process. The application period for the Private Placement will commence today, Monday, January 27, 2020, at 17:30 hours CET and is expected to close tomorrow on Tuesday, January 28, 2020, at 08:00 hours CET (the **“Subscription Period”**). The Company, together with Pareto Securities (**“Pareto”**), reserves the right to close or extend the Subscription Period at any time and at their sole discretion. If the Subscription Period is extended or shortened, the other dates herein may be revised accordingly. The minimum subscription and allocation per participant in the Private Placement is a number of New Shares corresponding to no less than the equivalent of EUR 100,000.

The Company’s three largest shareholders, Africa Oil Corp., the Lundin family and Chairman of the Board, Ashley Heppenstall, in total representing 52.43% of the common shares currently outstanding in the Company, have committed to subscribe for, in aggregate, an amount corresponding to more than their joint pro-rata share of the Private Placement. Based on the quality of the final book, such shareholders may be allocated less than their pro-rata subscription at the discretion of the Company.

Completion of the Private Placement will be subject to certain customary conditions including, but not limited to, execution of subscription agreements with the subscribers to the Private Placement and TSX Venture Exchange approval.

The allocation of the Common Shares will be determined at the end of the book-building process. The final allocation will be made at the discretion of the Company in consultation with Pareto.

Pareto has been engaged as sole bookrunner and SpareBank1 Markets has been engaged as co-manager for the Private Placement. For questions regarding the Private Placement, please contact the Pareto sales desk:

Pareto Securities, Stockholm office: Tel. +46 8 402 52 20

Pareto Securities, Oslo office: Tel. +47 22 87 87 50

Pareto Securities, London office: Tel. +44 207 786 4372

About Africa Energy Corp.

Africa Energy Corp. is a Canadian oil and gas company with exploration assets offshore South Africa and Namibia. The Company is listed on TSX Venture Exchange (ticker "AFE") and Nasdaq First North Growth Market (ticker "AEC"). Africa Energy is part of the Lundin Group of Companies.

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Important information

Africa Energy is obliged to make this information public pursuant to the EU Market Abuse Regulation. The information was submitted for publication through the agency of the contact persons set out above on January 27, 2020 at 11:30 a.m. ET.

The Company's certified advisor on Nasdaq First North Growth Market is Pareto Securities AB, +46 8 402 5000, certifiedadviser.se@paretosec.com.

The information in this press release does not contain or constitute an offer to sell or acquire, a solicitation of an offer to acquire, subscribe or otherwise trade in shares or other securities in Africa Energy.

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No shares will be registered under the United States Securities Act of 1933 (“Securities Act”), as amended, or any U.S. state securities laws or securities legislation in any other state or other jurisdiction in the United States and may not be offered, subscribed, sold or transferred, directly or indirectly within the United States or to the account or benefit of a U.S. person or a person in the U.S. other than pursuant to an exemption from the registration requirements of the Securities Act and in accordance with securities laws in relevant state or other jurisdiction in the United States.

Forward looking statements

Certain statements contained in this press release constitute forward-looking information. These statements relate to future events or the Company’s future performance, business prospects or opportunities including, without limitation, statements with respect to the satisfaction of closing conditions and proposed Subscription Period, which are based on assumptions of management of the Company.

The use of any of the words “will”, “expected” and similar expressions and statements relating to matters that are not historical facts are intended to identify forward-looking information and are based on the Company’s current belief or assumptions as to the outcome and timing of such future events. These forward-looking statements involve risks and uncertainties relating to, among other things, changes in oil prices, results of exploration and development activities, uninsured risks, regulatory changes, defects in title, availability of materials and equipment, timeliness of government or other regulatory approvals, actual performance of facilities, failure to satisfy the closing conditions of the Private Placement, availability of third party service providers, equipment and processes relative to specifications and expectations and unanticipated environmental impacts on operations. Actual future results may differ materially. Various assumptions or factors are typically applied in drawing conclusions or making the forecasts or projections set out in forward-looking information. Those assumptions and factors are based on information currently available to the Company. The forward-looking information contained in this release is made as of the date hereof and the Company is not obligated to update or revise any forward-looking information, whether as a result of new information, future events or otherwise, except as required by applicable securities laws. Because of the risks, uncertainties and assumptions contained herein, investors should not place undue reliance on forward-looking information. The foregoing statements expressly qualify any forward-looking information.

Neither TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.