

18 February 2015

Placement to Raise \$7 Million

Tangiers Petroleum Limited (“Tangiers” or the “Company”, ASX:TPT, AIM TPET) is pleased to advise that it has successfully completed the bookbuild for a placement to domestic and international institutional and sophisticated investors to raise approximately \$7 million (“Placement”). The Placement was strongly oversubscribed.

The Placement of approximately 700 million shares was undertaken at 1 cent per share. Placement participants will receive one free attaching option for every two Placement shares, with the options exercisable at 2 cents and expiring 1 March 2018. Tangiers will apply to the ASX for quotation of the Placement options. Full details of the Placement are set out in the prospectus that was lodged by Tangiers with the ASX on Monday 16 February 2015.

Funds raised pursuant to the Placement will be utilised by Tangiers for completion of the acquisition of Project Icewine, progressing exploration at Project Icewine, and for working capital.

Commenting on the success of the Placement, Tangiers Managing Director Dave Wall stated *“The strong support for the Placement speaks volumes to the quality of Project Icewine, and is a recognition of the outstanding upside potential that the project offers for investors. Project Icewine benefits from a unique combination of conventional and unconventional potential, along with generous rebates offered by the State of Alaska. We look forward to completing the acquisition of the Project with funds raised from this Placement as well as progressing exploration.”*

“Planning and permitting for the drilling of our first well and acquisition of 3D seismic is already underway and we will be providing updates to the market on progress in the very near term. In addition to increasing operational activity over the coming months, the Company continues to progress strong early interest in Project Icewine from a number of potential funding partners and we hope to be able to provide news on that front later this year.”

“The Board of Tangiers welcomes our new shareholders, and we thank our existing shareholders for their ongoing support.”

Hartleys Limited acted as Sole Lead Broker to the Offer. DJ Carmichael Pty Ltd and BBY Limited acted as Co-Managers to the Offer.

Settlement of the Placement is scheduled to occur on 27 February 2015 in one tranche, with the shares and options issued pursuant to shareholder approval that was received by Tangiers on 12 February 2015, and pursuant to Tangiers’ ASX Listing Rule 7.1 capacity.

Yours faithfully



Dave Wall
Managing Director
Tangiers Petroleum Ltd

About Tangiers: Tangiers recently acquired an initial 87.5% working interest and operatorship in 99,360 acres onshore the prolific North Slope of Alaska (“Project Icewine”). The North Slope is the host for the 15 billion barrel Prudhoe Bay oilfield complex, the largest in North America. The Company, through its Joint Venture partner Burgundy Xploration, has identified two highly prospective play types that are likely to exist on the Project Icewine acreage – one conventional and one unconventional. In addition to the interpreted high prospectivity, the project is strategically located on a year-round operational access road and only 35 miles south of Pump Station 1 where Prudhoe Bay feeds into the TransAlaska Pipeline System. The Company plans to progress drilling and seismic in the near term to take advantage of the globally unique fiscal system in Alaska, which allows for up to 85% of CY2015 exploration expenditure to be rebated in cash.

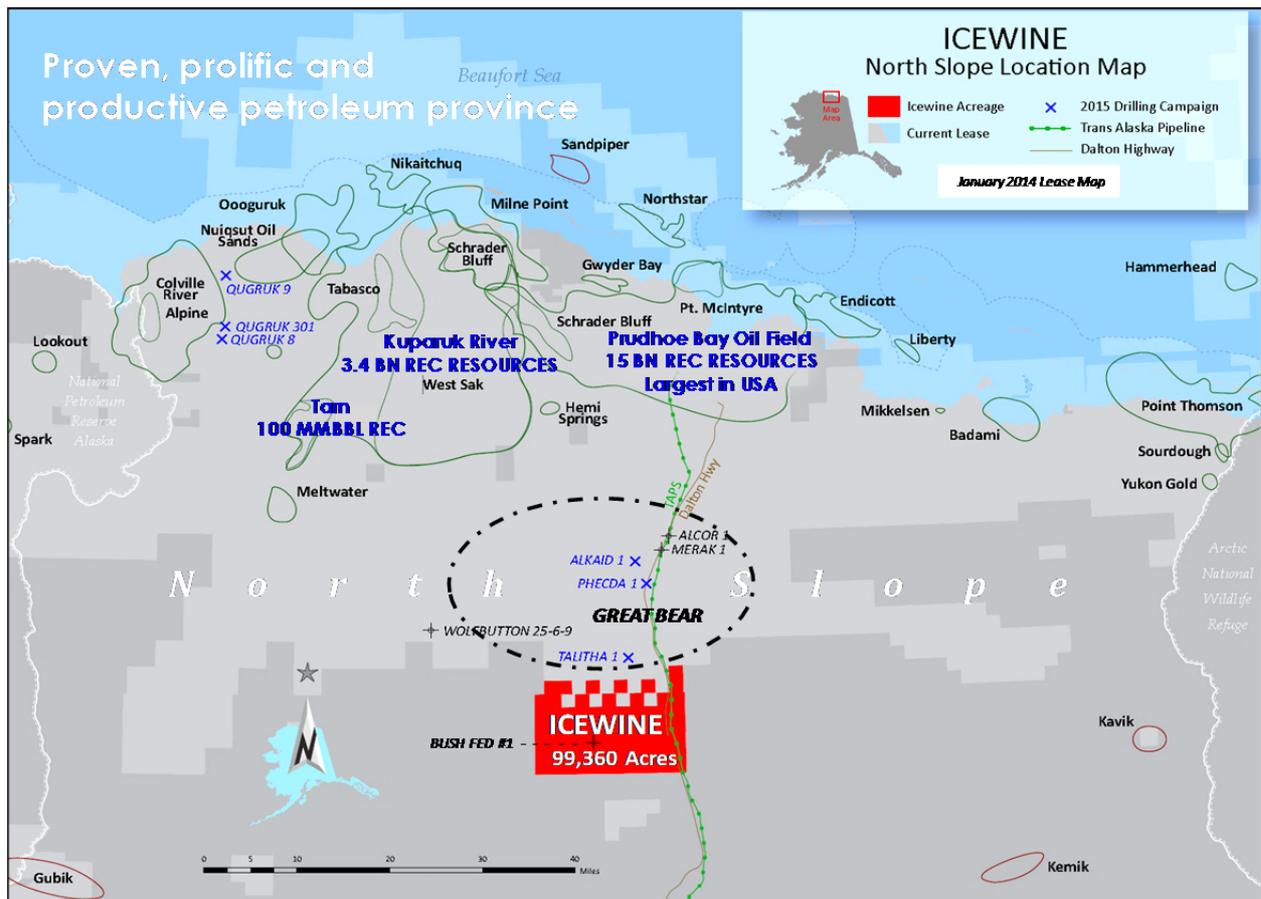


Figure 1: Project Icewine Location

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