

Range Resources (RRL LN/RRS AU)

Oil & Gas Flashnote

29 July 2013

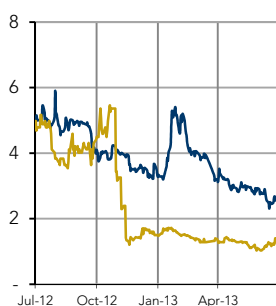
Stock Data

| | |
|--------------|---------------|
| Share Price: | 2.7p |
| NAV: | \$945mm (22p) |
| Market Cap: | £67.0mm |
| EV: | £76.3mm |

Guatemala Update

Today's news that the Company is increasing its exposure to Atzam is a welcome lift for Range as it provides the Company with further exposure to near to medium-term cash generating assets, which in turn will support its development of assets elsewhere in its portfolio. With a full field reserves upgrade from 2.4mm bbl likely, we believe that the timely investment in Citation will represent a substantial increase in value for the Company.

Price Chart (p)



Blue: London Price
Gold: Australia price (rebased to UK price)

52 Week Range

2.3p | 2.7p | 6.1p

Company Summary

Range Resources Limited explores for oil, gas, and minerals. The Company holds interest in properties in Somalia, Colombia, Georgia, and Trinidad.

In this news:

- Range to hold 20% Project Interest and 19.9% Company Interest (net attributable interest 32%). Following the decision to drill the Atzam #5 development well, Range has executed a debt conversion agreement with Citation, under which loans and interest owed to Range will be converted into direct equity in the Company and the transfer of a 10% working interest in LAR. Following the conversion of the loans, which will be completed in a two stage process (based on Citation's future capital needs), Range will hold a 19.9% shareholding in Citation and a 20% shareholding in LAR funded through to the next stage of development;
- Atzam #4 continues to produce between 130-140 bopd on restricted 8/64ths choke; Nearly 5,000 barrels of oil produced by Atzam #4 to date;
- Finalising operational plans for two well re-entries and 6 potential new wells on the Tortugas Salt Dome structure for late 2013/ early 2014. Re-entries expected to produce between 200-300 bopd per well;
- Updated reserve report on Atzam #4 well due shortly – expected upgrade to the current Probable Reserve estimate of 2.3m bbls;
- Spudding Atzam #5 development well expected in September; and
- Following success of flow testing of Atzam #4 in excess of 1,000 bopd, decision to proceed with Atzam #5 triggers milestone share issues.

Range's current NAV is summarised below:

| Area | NAV | |
|--------------|------------|-----------|
| | \$mm | p/share |
| Trinidad | 549 | 13 |
| Georgia | 284 | 7 |
| Colombia | 42 | 1 |
| Putland | 71 | 2 |
| Total | 945 | 22 |

MAIN

SHAREHOLDERS

| | |
|----------------------------|------|
| Capital Res. & Management. | 5.9% |
| Consort Private | 1.7% |
| Erine International | 0.8% |
| David Scanlen | 0.7% |
| Pieter Hoekstra | 0.6% |

Source: Factset

HOLDING

Research:

Zac Phillips
zac.phillips@fox-davies.com
www.fox-davies.com

Research Disclosures

Zac Phillips

Zac has in excess of 17 years' experience in Oil and Gas and finance, working for companies such as BP, Chevron, Merrill Lynch and ING Barings, where he undertook finance or finance related roles. Given his Chemical Engineering degree and PhD, Zac's career has focused on the economics of investment, and its assessment, on a range of projects from process change implementation, to operating plants and companies. Zac's extensive oil and gas financial and technical experience has ably lent itself to the valuation of exploration and producing oil and gas assets, especially where complex financial structures define companies' access to the economic benefits of ownership. Latterly, Zac was the CFO to Dubai World's oil and gas business (DB Petroleum), with responsibility for risk management, valuation and the authoring of investment proposals. During this time, Zac valued in excess of 152 transactions with a combined transaction value of in excess of \$35bn. Zac has an Honours Degree in Chemical Engineering from Wales and a PhD in Chemical Engineering from Bath University. He is a member of the Society of Petroleum Engineers, Institute of Chemical Engineers and the Association of International Petroleum Negotiators; Zac is also an Approved Person under the Financial Services Authority in the United Kingdom.

+44 (0)203 463 5039

Zac.Phillips@fox-davies.com

Investment Analyst Certification

All research is issued under the regulatory oversight of Fox-Davies Capital Limited. Each Investment Analyst of Fox-Davies Capital Limited whose name appears as the Author of this Investment Research hereby certifies that the recommendations and opinions expressed in the Investment Research accurately reflect the Investment Analyst's personal, independent and objective views about any and all of the Designated Investments or Relevant Issuers discussed herein that are within such Investment Analyst's coverage universe.

Fox-Davies Capital Limited provides professional independent research services and all Analysts are free to determine which assignments they accept, and they are free to decline to publish any research notes if their views change.

Research Recommendations

Fox-Davies Capital uses a five-tier recommendation system for stocks under coverage:

| | |
|---------------------|--|
| Buy | Recommendation implies that expected total return of at least 15% is expected over 12 months between current and analysts' target price. |
| Trading Buy | Recommendation implies that the analysts' expected total return over the short term compared against the target price is positive. |
| Hold | Recommendation implies that expected total return of between 15% and zero is expected over 12 months between current and analysts' target price. |
| Trading Sell | Recommendation implies that the analysts' expected total return over the short term compared against the target price is negative. |
| Sell | Recommendation implies that expected total return expected over 12 months between current and analysts' target price is negative. |

Research Disclaimers

Research disclosure as of 29 July 2013

| Company Name | Disclosure |
|--------------------------|-------------------|
| Range Resources (RRL LN) | 1, 2 & 7 |

Investment Research Disclosure Legend:

1. In the past 12 months, Fox-Davies Capital Limited or its affiliates have had corporate finance mandates or managed or co-managed a public offering of the Relevant Issuer's securities or received compensation for Corporate Finance services from the Relevant Issuer.
2. Fox-Davies Capital Limited expects to receive or intends to seek compensation for Corporate Finance services from this company in the next six months.
3. The Investment Analyst or a member of the Investment Analyst's household has a long position in the shares or derivatives of the Relevant Issuer.
4. The Investment Analyst or a member of the Investment Analyst's household has a short position in the shares or derivatives of the Relevant Issuer.
5. As of the month end immediately preceding the date of publication of this report, or the prior month end if publication is within 10 days following a month end, Fox-Davies Capital Limited and / or its affiliates beneficially owned 1% or more of any class of common equity securities of the Relevant Issuer.
6. A senior executive or director of Fox-Davies Capital Limited or a member of his or her household is an officer, director or advisor, board member of the Relevant Issuer and / or one of his subsidiaries.
7. Fox-Davies Capital Limited acts as corporate broker for the Relevant Issuer.

The Investment Analyst who is responsible for the preparation of this Investment Research is employed by Fox-Davies Capital Limited, a securities broker-dealer.

The Investment Analyst who is responsible for the preparation of this Investment Research has received (or will receive) compensation linked to the general profits of Fox-Davies Capital Limited.

Disclaimer: Important Information

This document is not independent and should not be relied on as an impartial or objective assessment of its subject matter. Given the foregoing, this document is deemed to be a marketing communication and as such has not been prepared in accordance with legal requirements designed to promote the independence of investment research and Fox-Davies Capital Limited is not subject to any prohibition on dealing ahead of dissemination of this document as it would be if it were independent investment research.

This document has been issued by Fox-Davies Capital Limited for information purposes only and should not be construed in any circumstances as an offer to sell or solicitation of any offer to buy any security or other financial instrument, nor shall it, or the fact of its distribution, form the basis of, or be relied upon in connection with, any contract relating to such action. This document has no regard for the specific investment objectives, financial situation or needs of any specific entity. Fox-Davies Capital Limited and/or connected persons may, from time to time, have positions in, make a market in and/or effect transactions in any investment or related investment mentioned herein and may provide financial services to the issuers of such investments. The information contained herein is based on materials and sources that we believe to be reliable, however, Fox-Davies Capital Limited makes no representation or warranty, either express or implied, in relation to the accuracy, completeness or reliability of the information contained herein. Opinions expressed are our current opinions as of the date appearing on this material only. Any opinions expressed are subject to change without notice and Fox-Davies Capital Limited is under no obligation to update the information contained herein. None of Fox-Davies Capital Limited, its affiliates or employees shall have any liability whatsoever for any indirect or consequential loss or damage arising from any use of this document.

This report has been approved in the UK by Fox-Davies Capital Limited solely for the purposes of section 21 of the Financial Services and Markets Act 2000. In the UK, this report is directed at and is for distribution only to persons who (i) fall within Article 19(1) (persons who have professional experience in matters relating to investments) or Article 49(2) (a) to (d) (high net worth companies, unincorporated associations, etc.) of the Financial Services and Markets Act 2000 (Financial Promotions) Order 2005 (as amended) or (ii) are professional clients or eligible counterparties of Fox-Davies Capital Limited (all such persons together being referred to as "relevant persons"). This report must not be acted on or relied up on by persons in the UK who are not relevant persons.

Neither this report nor any copy of part thereof may be distributed in any other jurisdictions where its distribution may be restricted by law and persons into whose possession this report comes should inform themselves about, and observe any such restrictions. Distribution of this report in any such other jurisdictions may constitute a violation of UK or US securities law, or the law of any such other jurisdictions.

Investments in general involve some degree of risk, including the risk of capital loss. The services, securities and investments discussed in this document may not be available to nor suitable for all investors. Investors should make their own investment decisions based upon their own financial objectives and financial resources and, if in any doubt, should seek advice from an investment advisor. Past performance is not necessarily a guide to future performance and an investor may not get back the amount originally invested. Where investment is made in currencies other than the investor's base currency, movements in exchange rates will have an effect on the value, either favourable or unfavourable. Levels and bases for taxation may change. When we comment on AIM or OFEX shares you should be aware that because the rules for those markets are less demanding than the Official List of London Stock Exchange plc, the risks are higher. Furthermore, the marketability of these shares is often restricted.

Fox-Davies Capital Limited and/or its associated companies may from time-to-time provide investment advice or other services to, or solicit such business from, any of the companies referred to in this document. Accordingly, information may be available to Fox-Davies Limited that is not reflected in this material and Fox-Davies Capital Limited may have acted upon or used the information prior to or immediately following its publication. In addition, Fox-Davies Capital Limited, the directors and employees thereof and/or any connected persons may have an interest in the securities, warrants, futures, options, derivatives or other financial instrument of any of the companies referred to in this document and may from time-to-time add or dispose of such interests. Neither the whole nor any part of this material may be duplicated in any form or by any means. Neither should any of this material be redistributed or disclosed to anyone without the prior consent of Fox-Davies Capital Limited. Fox-Davies Capital Limited is authorised and regulated by the Financial Services Authority and is a member of the London Stock Exchange.

Fox-Davies Capital Limited may distribute research in reliance on rule 15a-6(a)(2) of the Securities and Exchange Act 1934 to persons that are major US Institutional investors, however, transactions in any securities must be effected through a US registered broker-dealer. Any failure to comply with this restriction may constitute a violation of the relevant country's laws for which Fox-Davies Capital Limited does not accept any responsibility. By accepting this document you agree that you have read the above disclaimer and to be bound by the foregoing limitations/restrictions.

Please note that unless otherwise stated, the share price used in this publication is taken at the close of business for the previous day.

Fox-Davies Contact List

International Sales

Daniel Fox-Davies
Tel: +44 20 3463 5060
Email: daniel@fox-davies.com

Oliver Stansfield
Tel: +44 20 3463 5061
Email: oliver.stansfield@fox-davies.com

Research

Peter Rose
Tel: +44 20 3463 5034
Email: peter.rose@fox-davies.com

Zac Phillips
Tel: +44 20 3463 5039
Email: zac.phillips@fox-davies.com

Corporate Finance & Broking

Richard Hail
Tel: +44 20 3463 5027
Email: richard.hail@fox-davies.com

Susan Walker
Tel: +44 20 3463 5028
Email: susan.walker@fox-davies.com

Jonathan Evans
Tel: +44 20 3463 5016
Email: jonathan.evans@fox-davies.com