

# INVESTMENT BANKING UPDATE

January 20, 2017

**\$60.0 Million**

Follow-On Offering



*The undersigned served as a Joint Book-Running Manager on the offering*

**Stephens Inc.**

## Transaction Details

- On January 20, 2017, Abraxas Petroleum Corporation (NASDAQ: AXAS) (“Abraxas” or the “Company”) priced an upsized underwritten public offering of common stock for total gross proceeds of approximately \$60.0 million
- The deal priced 25,000,000 shares of common stock (upsized from 20,000,000) at \$2.40 per share
  - All shares were primary shares offered by the Company
- Abraxas plans to use the net proceeds from the offering to accelerate its drilling program with an expanded 2017 capital expenditure budget of approximately \$110 million
  - The Company may also use proceeds for general corporate purposes, including acquisitions
  - Abraxas has historically drawn on its bank credit facility to fund its capital expenditures, and intends to initially use most of the net proceeds from this offering to repay the amounts outstanding under this facility
- Stephens Inc. served as a Joint Book-Running Manager on this transaction

## According to the Company’s Press Release:

Abraxas Petroleum Corporation is a San Antonio based crude oil and natural gas exploration and production company with operations across the Rocky Mountain, Permian Basin and South Texas regions of the United States.

Sources: Company filings.

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