

## ASX ANNOUNCEMENT

### Project Venus Permit Granted

- Real Energy and Strata X Energy Limited through their 50:50 Project Venus Joint Venture have been officially granted the permit
- Project Venus is 154km<sup>2</sup> of highly prospective Coal Seam Gas (CSG) acreage which is surrounded by major CSG-producing assets
- Project Venus has significant Walloon (Juandah and Taroom) coal measures and is close to gas facilities and gas pipelines – located 9km west of Miles, Queensland
- Project Venus JV will re-enter, reservoir enhance and flow test the Juandah Coals using a previously drilled, cased, under reamed well that was never properly flow tested
- The re-entry flow test program is designed to prove sufficient water flow rates to allow for efficient regional drawdown with early and sustained gas flows from the fully gas saturated Juandah coals
- Planning for the works program is now well advanced

**Sydney: 26 March 2020**, Real Energy Corporation Limited (ASX: RLE) (“Real Energy”), an Australian east coast focused gas company with interests in the Cooper and Surat Basins is pleased to announce that the Queensland Government has today officially granted title to Project Venus permit ATP2051.

Project Venus is a 50:50 Joint Venture between Real Energy and Strata X Energy Limited (“SXA”) which now holds high quality and very prospective acreage covering 154km<sup>2</sup> within the main Walloon Coal Seam Gas Fairway. The permit is close to gas infrastructure including pipelines that have scope for more capacity.

An independent review of the data for Project Venus has determined the Recoverable Prospective Gas Resources of 694Pj – Best Estimate for 100% (see ASX Announcement 12/12/2019).

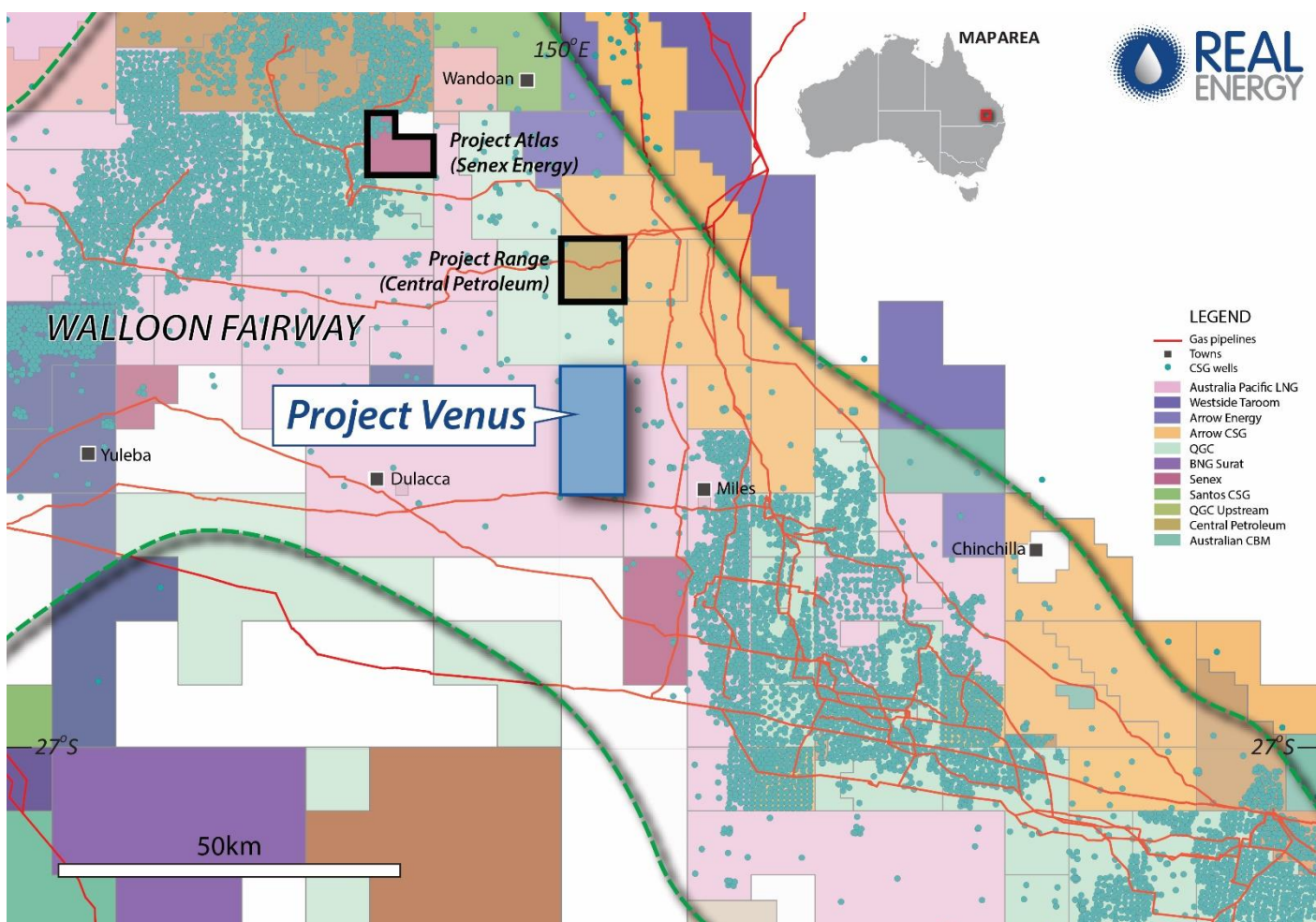
Given the location of Project Venus permit, being immediately adjacent to gas infrastructure, the JV is aiming to expedite the progressive conversion of prospective gas resources to gas reserves with the goal being to fast-track development of the project thereby potentially achieving early cash flows.

The JV will adopt a low cost approach to prove up gas reserves. There are several previously drilled wells located within and around ATP2051. One such well was Connor 1, which was cased and under-reamed but never properly flow tested. The Company is looking to re-enter, reservoir enhance and flow test the Juandah coals in Connor-1. This low-cost re-entry flow test program is designed to prove sufficient water flows to allow efficient dewatering and early gas flows from the fully gas saturated Juandah coal seams.

The timing of the re-entry of Connor-1 will be announced upon entering agreements for the work with our contractors.

**Real Energy Managing Director Scott Brown commented:** “We are delighted to have secured this permit for what is undoubtedly prime CSG acreage with considerable unlocked value. During the permitting phase, we have been working diligently with the team at Strata X to determine the most effective and low-cost approach to proving up a large resource here. Re-entering Connor-1 represents a good solution.”

“Despite recent market volatility and softening in gas prices locally, the fact remains that the East Coast of Australia still has a major gas shortage with the supply/demand imbalance not being resolved anytime soon. The gas market will change significantly over the next 18 months and is likely to be in a different place when Project Venus is targeting first production. We are confident that the JV can deliver significant value along the way as we prove up and drill this exciting project. Now the permit is granted, we look forward to reporting on regular project milestones.”




Map of Project Venus with surrounding acreage in the Walloon fairway.

This announcement has been authorised by the directors of Real Energy.

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### **Geological Information**

*The geological information in this announcement relating to geological information and resources is based on information compiled by Mr Lan Nguyen, who is a Member of Petroleum Exploration Society of Australia, the American Association of Petroleum Geologist, and the Society of the Petroleum Engineers and has sufficient experience to qualify as a Competent Person. Mr Nguyen consents to the inclusion of the matters based on his information in the form and context in which they appear. The information related to the results of drilled petroleum wells has been sourced from the publicly available well completion reports.*

### **About Real Energy Corporation**

Real Energy is an Australian east coast focused gas company with interests in the Cooper Basin, Australia's most prolific onshore producing petroleum basin, and the Surat Basin in Queensland. Real Energy has 100% ownership in 2 large permits in Queensland – ATP 927P & ATP1194PA, and a 50:50 JV with Strata X Energy Limited (ASX: SXA) to develop the 154km<sup>2</sup> ATP2051 permit in the Surat Basin as a Coal Seam Gas project.