

Armour Energy (ASX:AJQ)

ASX Announcement

04 February 2022

Surat Work Programme Operational Update

HIGHLIGHTS:

- Warroon-1 free flowing stimulation fluids and gas to sales
- 10% of the total stimulation fluids recovered to date with increasing gas rates; currently noted at 325 MSCFD
- Post fracture stimulation clean up progressing in accordance with recovery expectations

Warroon-1 Fracture Stimulation Update

The Warroon-1 fracture re-stimulation was successfully completed on 10 January 2022. All fracture stages were successfully pumped by Schlumberger with a total proppant placement of 159,826 lbs versus planned 157,500 lbs (just over 101%).

After a preliminary coil tubing clean out and confirmation of open perforations, the well remained suspended until a swabbing package could be mobilised on the 28th January. On the second day of swabbing, the well started free flowing through flow back equipment to surface tanks.



Warroon-1 Swabbing Operations – 29 January 2022

Following the recovery of approximately 400 bbls of stimulation fluids, gas break out was clearly evident and the clean-up flow was diverted inline through the gathering system.

Warroon-1 has now recovered approximately 10% of the total stimulation fluids with increasing gas rates, currently noted at 325 MSCFD. It is expected that the well will continue cleaning up over the next 3 to 5 weeks prior to achieving expected production potential. Clean fluid returns continue to confirm the successful design and placement of the frac.

Armour's CEO Brad Lingo said, *"I am very pleased to report that the Warroon-1 fracture stimulation is progressing as per the programme and currently in line with expectations. Armour's Surat acreage contains numerous fracture stimulation and drilling opportunities that the Company looks forward to progressing in 2022."*

This Announcement is Authorised by the Board of Directors

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