

ASX / MEDIA ANNOUNCEMENT



Pipeline MOU Signed with APA

19 SEPTEMBER 2022

HIGHLIGHTS

- **Non-binding MoU executed with APA Group (through APT Management Services Pty Limited)**
- **Covers the potential development of infrastructure to connect Glenaras Gas Project to east coast gas markets**
- **Non-binding MoU agreed as Galilee progresses towards maiden gas reserve booking in early 2023**

Galilee Energy (ASX:GLL) ('Galilee' or 'the Company') is pleased to advise that a non-binding Memorandum of Understanding (MoU) has been signed with leading Australian energy infrastructure business, APA Group ('APA'), (through its wholly owned subsidiary APT Management Services Pty Limited)) with regards to a potential pipeline to connect the Glenaras Gas Project ('Project') to east coast gas markets.

The terms of the non-binding MoU provide a framework for Galilee and APA to negotiate agreements under which APA could potentially design, develop and operate the infrastructure to connect the Project and utilise APA's existing assets to provide transport to multiple natural gas markets on the east coast. The MoU could enable further discussions regarding documentation to govern the potential pipeline proceeding to detailed design, route selection and costings.

APA's initial concept is to potentially design and develop a pipeline from the Project to the Cooladdi compressor station on the South West Queensland Pipeline ('SWQP'), (the Galilee Basin Pipeline). The SWQP is owned and operated by the APA Group. The Cooladdi compressor station is approximately 420 km south of the Glenaras Project area.

Building an integrated & diversified sustainable energy company

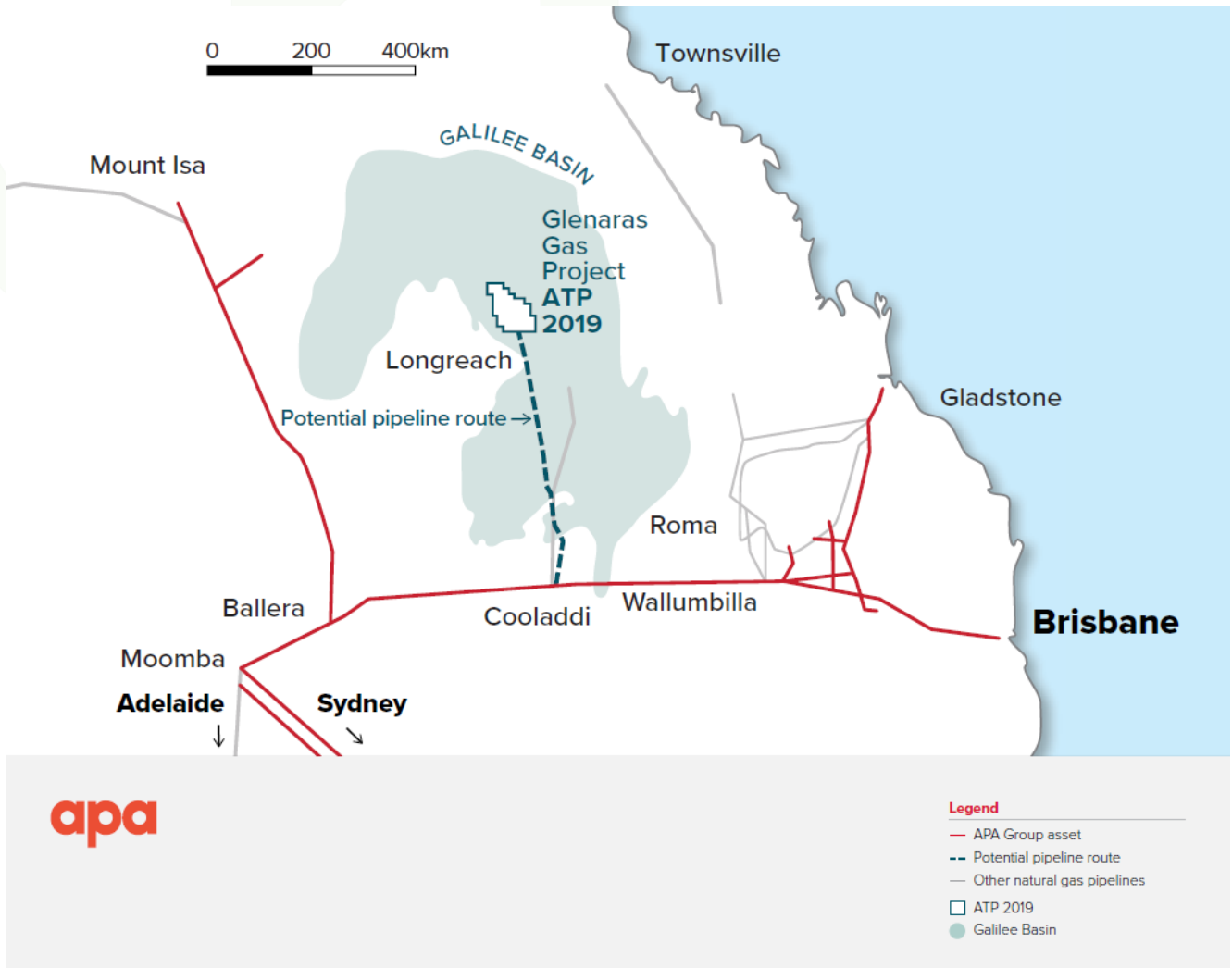


Registered Address
Galilee Energy Limited
ACN 064 957 419

Level 6, 167 Eagle St,
Brisbane QLD 4000
GPO Box 1944

E: admin@galilee-energy.com.au
P: +61 7 3177 9970
galilee-energy.com.au

ASX Code
GLL



The SWQP connects the Moomba gas hub in north east South Australia to the Wallumbilla Gas hub, allowing bi-directional flow of gas between Queensland and southern markets via the Moomba to Sydney Pipeline ('MSP') and the Moomba to Adelaide Pipeline System ('MAPS'). At Ballera, there is a connection to the Carpentaria Gas Pipeline which supplies gas to Mount Isa.

Galilee's Managing Director, David Casey, noted that the signing of the non-binding MoU is an important step in the potential commercialisation of the Glenaras Gas Project.

"The non-binding MoU with APA is another step forward in the potential path to commercialising our extensive gas resource in the Galilee Basin. As a leading Australian energy infrastructure business, APA's east coast gas grid plays a critical role in potentially enabling the flexible and safe transportation of natural gas, which is why APA is a compelling fit with Galilee's strategy to develop Glenaras in a sustainable manner.

"Giving potential gas customers confidence in the deliverability of gas from Glenaras is incredibly important. Potentially connecting our project to the SWQP and the multiple links into pipelines interstate would add optionality to discussions with potential gas customers and could expand the commercial opportunities available to Galilee. Together with the project's maiden reserve certification due in early 2023, continued planning on gas pipeline infrastructure could help provide a solid basis for progressing future gas sales agreements."

About APA Group

APA is a leading Australian Securities Exchange (ASX) listed energy infrastructure business. APA owns and/or manages and operates a diverse, \$21 billion portfolio of gas, electricity, solar and wind assets. APA delivers approximately half of the nation's gas usage and connects Victoria with South Australia and New South Wales with Queensland through our investments in electricity transmission assets. APA also owns and operates renewable power generation assets in Australia, with wind and solar projects across the country. APA Infrastructure Limited is a wholly owned subsidiary of APA Infrastructure Trust and is the borrowing entity of APA Group. For more information visit APA's website, apa.com.au.

This MoU supersedes the Company's previous agreement with Jemena, announced in October 2017.

This announcement was released with the authority of the Board.

For further information, contact:

David Casey – Managing Director

Galilee Energy Limited

T: +61 7 3177 9970

ABOUT GALILEE

Galilee Energy is well advanced on a pathway to becoming an integrated and diversified sustainable energy company and a key supplier of natural gas to the east coast market of Australia. The company is the 100% owner of one of the largest uncontracted natural gas resources on the east coast of Australia at a time of acute gas shortages. The Glenaras Gas Project, located within Queensland's Galilee Basin, is on the cusp of commercialisation with an inaugural gas reserve booking expected in early 2023. The location and environmental credentials of the project, including low CO₂ natural gas and fresh water production to facilitate agricultural activities for CO₂ sequestration, uniquely positions Galilee as a future material supplier of sustainable energy.

Directors

Chairman – Ray Shorrocks

Non-Executive Director – Gordon Grieve

Managing Director – David Casey

Non-Executive Director – Greg Columbus

Non-Executive Director – Stephen Kelemen