

ASX Announcement

16 August 2023



Receipt of Non-Binding Proposal to Acquire Armour

The Directors of Armour Energy Limited (Armour or the Company) advise that the Company has received an indicative, non-binding, confidential and conditional expression of interest from Shunkang Holding Group (**Shunkang**) for a potential acquisition of 100% of the fully diluted share capital of the Company (**Expression of Interest**).

The Expression of Interest, which is stated to be incomplete and not capable of acceptance, states that the indicative acquisition price is \$0.13 to \$0.15 cash per Armour share. The Expression of Interest is also subject to a number of conditions including Shunkang board approval, due diligence and Armour not making a public release or disclosure of the details of the Expression of Interest. Shunkang have also advised that any potential future transaction would also be subject to other, as yet undisclosed, conditions including relevant government and regulatory approvals.

The board of Armour notes that there is no certainty that the Expression of Interest will result in any potential offer for Armour shares, nor has the board of Armour decided whether to further engage on the Expression of Interest on improved terms. The board also notes that the current proposal is at a price significantly below the level of recent capital raisings and the recent trading price of the Company's shares and on a preliminary review is considered inadequate. Therefore, there can be no guarantee that any binding proposal will be made to the Company that is capable of being recommended to Armour Shareholders or that a transaction will proceed. Armour Shareholders do not need to take any action in relation to the Expression of Interest. Armour will continue to keep Shareholders informed about the Expression of Interest in accordance with its continuous disclosure obligations.

This Announcement has been authorised & approved by the Board of Armour Energy for ASX lodgement.

Geoff Walker
CFO & Company Secretary

Background on Shunkang Group (as provided to Armour by Shunkang in their EOI):

“Shunkang Group is a leading conglomerate based in Shanxi, China that engages in a number of key industries which are real estate development, international trade, technical research, commercial operations, tourism and hospitality. It was established in 2002 and has offices in Australia and the United States. Its China and global partners include financial institutions and logistics companies. Website (in Chinese):

<http://www.hkshunkang.com/> ”. Shunkang has engaged Dentons as their legal advisors.

**ASX: AJQ Electronic copies & more info available on our website: www.armourenergy.com.au
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