

ASX / MEDIA ANNOUNCEMENT



R&D receipt to boost Balance Sheet

3 October 2023

HIGHLIGHTS

- **\$4.95 million R&D receipt received**
- **Balance Sheet bolstered through to mid 2023**

Galilee Energy (ASX:GLL) is pleased to announce that it has been informed by the ATO that it has been successful in its R&D application and has received a refundable R&D tax offset of \$4.95 million for the 2022/23 financial year.

The R&D Tax Incentive is an Australian Government programme under which eligible companies with aggregated turnover of less than \$20 million are entitled to claim a 48.5% refundable offset for eligible expenditure incurred on eligible research and development activities. The value of the refundable offset is equal to the corporate tax rate of the entity plus an 18.5% premium, for Galilee Energy this results in a refundable offset of 48.5%. The incentive received is a result of expenditure incurred on the R&D activities undertaken on both the Glenaras multi-well pilot (Pilot) and the water management project.

This R&D receipt will both strengthen the Company's cash position as well as provide additional options for the Company in terms of accelerating activities at the Pilot to enhance de-watering.

Galilee's Executive Chairman, Ray Shorrocks commented:

"This R&D refund is a critical milestone in both strengthening our Balance Sheet as well as assisting us, as we seek a partner in ATP 2019, with additional time to progress the de-watering at Glenaras. The combination of a strengthened balance sheet, continued positive results at the Glenaras pilot and potential renewable opportunities, in addition to our existing farming operations, places Galilee in a unique position to leverage off its enormous resource base at a time of tightening east coast gas supply."

This announcement was released with the authority of the Board.

For further information, contact:

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Building an integrated & diversified sustainable energy company



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ASX Code
GLL

ABOUT GALILEE

Galilee Energy is advancing towards 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, located within the Glenaras Gas Project in Queensland's Galilee Basin. The Glenaras project's location and environmental credentials, including the production of fresh water from its coals for beneficial use in crop production along with low CO₂ levels, positions Galilee to be a material supplier of sustainable energy.

Directors

Executive Chairman – Ray Shorrocks

Managing Director – David Casey

Non-Executive Director – Stephen Kelemen

Non-Executive Director – Gordon Grieve

Non-Executive Director – Greg Columbus