

4 June 2024

The Manager
Company Announcements
ASX Limited
Exchange Centre
20 Bridge Street
Sydney NSW 2000

MEREENIE TRANSACTION UPDATE – FINALISATION OF FINANCING ARRANGEMENTS

As announced to the market on 14 February 2024, Horizon advises that it has executed a new AUD 42.5 million senior debt facility agreement with Macquarie Bank to fund the acquisition of the 25% non-operating interest in the OL4 and OL5 development licenses which contain the producing Mereenie conventional oil and gas field, Northern Territory, Australia.

Terms of the new facility

The new senior debt facility, which is structured as a reserves base lending facility has a term of 5 years with semi-annual repayments, and attracts an interest rate of BBSW + 5%. Lender security is limited to first ranking general security over the interest in Mereenie, with a parent company guarantee which is customary for a reserves base lending facility.

Drawdown of the facility is subject to finalisation of the remaining Mereenie acquisition transaction conditions including Government and Regulatory approvals.

Horizon CEO, Richard Beament commented:

The finalisation of the facility agreement is a key transaction milestone for the acquisition of the Mereenie assets. The initial consideration is supported by the contracted gas offtake from the asset and is largely self-funded, which has enabled Macquarie Bank to provide full debt funding for the initial consideration on attractive terms. Pleasingly, the facility agreement is only secured over the interests in Mereenie. We expect drawdown and financial close of the facility to complete shortly, subject to finalisation of other remaining transaction condition precedents and Government and Regulatory approvals.

Authorisation

This ASX announcement is approved and authorised for release by the Company Secretary.