

PL 1034 Production Licence over Sapphire awarded to Blue

Blue Energy Limited (ASX: "BLU") is pleased to advise that Production Licence PL 1034 over Blue's 100% Sapphire project has been granted to Blue's 100% wholly owned subsidiary Eureka Petroleum Pty Ltd, by the Department of Natural Resources, Mines, Manufacturing and Regional and Rural Development.

PL 1034 has been granted for a term of 20 years and allows Blue to drill under the development plan lodged with the application for PL 1034 up to 117 wells so as to develop the 91 PJ of 2P* reserves and 287 PJ of 3P* reserves estimated to be held within the coal seams of the Permian aged sequence in PL 1034, as assessed by independent reserve specialists and certifiers Netherland Sewell and Associates Inc (NSAI) of Dallas)

PL 1034 is located immediately adjacent to existing Production licences and gas processing facilities in Moranbah, Central Queensland. Gas production from Sapphire is earmarked for processing at the Moranbah facility, and therefore development will not require construction of stand-alone gas processing facilities.

Under the amended Environmental Authority issued to Blue Energy's subsidiary Eureka Petroleum, several studies must be completed to ensure the regional aquifer data is collected and modelling performed to ensure the regional and local water bores are not adversely impacted by the development.

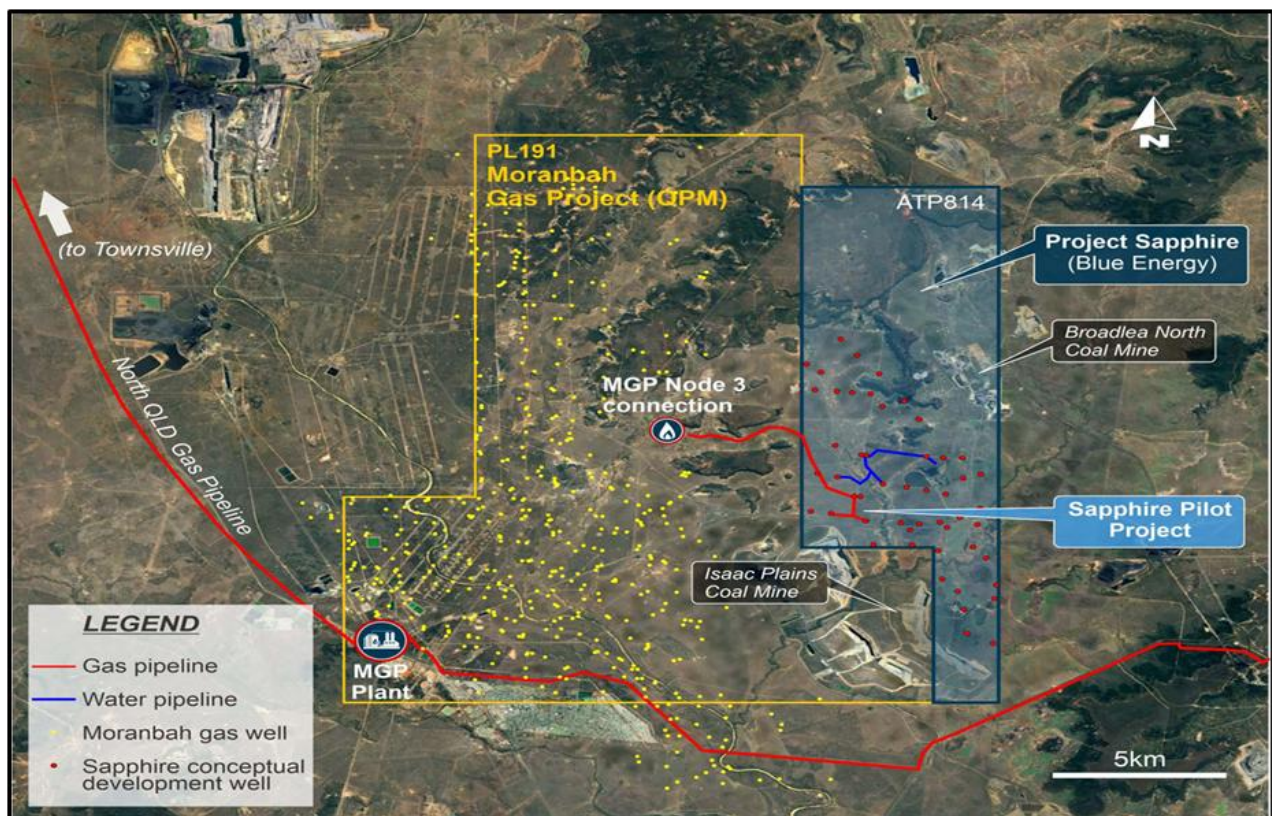


Figure 1: Location of the Sapphire PL in ATP 814 with respect to the Moranbah Gas Project

By Authority of the Board per:

John Phillips
Managing Director
Blue Energy Limited

***Listing Rule 5.42 Disclosure**

The estimates of Reserves noted in this announcement for PL 1034 have been provided by Mr John Hattner of Netherland, Sewell and Associates Inc (NSAI) and were last updated and announced to the market in the Company's ASX Announcement of 11 October 2023. A breakdown of the Reserves and Contingent Resources for the Sapphire Block (PL 1034) as recorded in that announcement is as follows:

Permit	Block	Method	Date Certified	1P (PJ)	1C (PJ)	2P (PJ)	2C (PJ)	3P (PJ)	3C (PJ)
ATP 814 (PL 1034)	Sapphire	SPE/PRMS	09/10/2023	-	171.2	90.7	251.7	287	256

NB: Blue Energy confirms that it is not aware of any new information or data that materially affects the information included in the announcement of 11 October 2023 relating to ATP 814 referred to in this announcement and that all the material assumptions and technical parameters underpinning the estimates in the announcement continue to apply and have not materially changed.