

FLAX



# RED SKY ENERGY LIMITED

**GOOD OIL PRESENTATION**

**September 2018**

## DISCLAIMER & IMPORTANT NOTICE

- Various statements in this document constitute statements relating to intentions, future acts and events. Such statements are generally classified as forward looking statements and involve known risks, expectations, uncertainties and other important factors that could cause those future acts, events and circumstances to differ from the way or manner in which they are expressly or impliedly portrayed herein.
- Some of the more important of these risks, expectations and uncertainties are pricing and production levels from the properties in which the Company has interests, and the extent of the recoverable reserves at those properties. In addition, the Company has a number of exploration permits. Exploration for oil and gas is expensive, speculative and subject to a wide range of risks. Individual investors should consider these matters in light of their personal circumstances (including financial and taxation affairs) and seek professional advice from their accountant, lawyer or other professional adviser as to the suitability for them of an investment in the Company.

FLAX

# RED SKY Snapshot

<b>ASX Code:</b>	<b>ROG</b>
<b>Ordinary Shares</b>	<b>823M</b>
<b>Options (ex1c, exp 31/8/19)</b>	<b>281M</b>
<b>Market Capitalisation</b>	<b>\$3.0M</b>
<b>Share Price</b>	<b>\$0.004</b>
<b>Top 20 Shareholders</b>	<b>420M (51%)</b>
<b>Top 2 Shareholders:</b>	<b>Tirumi Pty Ltd - 8.68%</b>
	<b>Mowbrick Pte Limited – 6.28%</b>

## Directors

GUY LE PAGE, FFIN, MAusIMM  
Non-Executive Chairman  
Director-RM Capital

CLINTON CAREY, B Com  
Non-Executive Director  
Resource developer

ADRIEN WING, B Com  
Non-Executive Director  
Co Sec

## Executives

ANDREW KNOX, B Com  
Chief Executive Officer/Managing Director  
35 years experience, oil & gas  
Joined ROG in 2018

BILL LODWICK, B Sc  
Exploration & Development Manager  
39 years experience, oil & gas  
Joined ROG in 2018

**70+ years of oil and gas experience**

FLAX

## Current Position

- SE Asia/Australasia Focus Area
- Obtaining spread of assets
- Operator of Innamincka Project and Gold Nugget Field
- \$3 million market capitalisation ( 0.4 cents per share)
- E&P company on the ASX
- Development led
- Known by peers and market
- Clean balance sheet
- Solid platform for growth

## Vision (3-5 years)

- Operator of oil and gas producing assets
- Greater diversity of cash flow streams
- Maintain Australasia/Asia Pacific Focus Area
- Maintain focus on conventional oil and gas resources
- \$1 billion market capitalisation
- Significant E& P company on the ASX
- Robust balance sheet
- Growth and profit driven
- Consistently outperform peers and general market
- Commence delivery of dividends to shareholders

# Roadmap for Growth

## ...how do we get there?

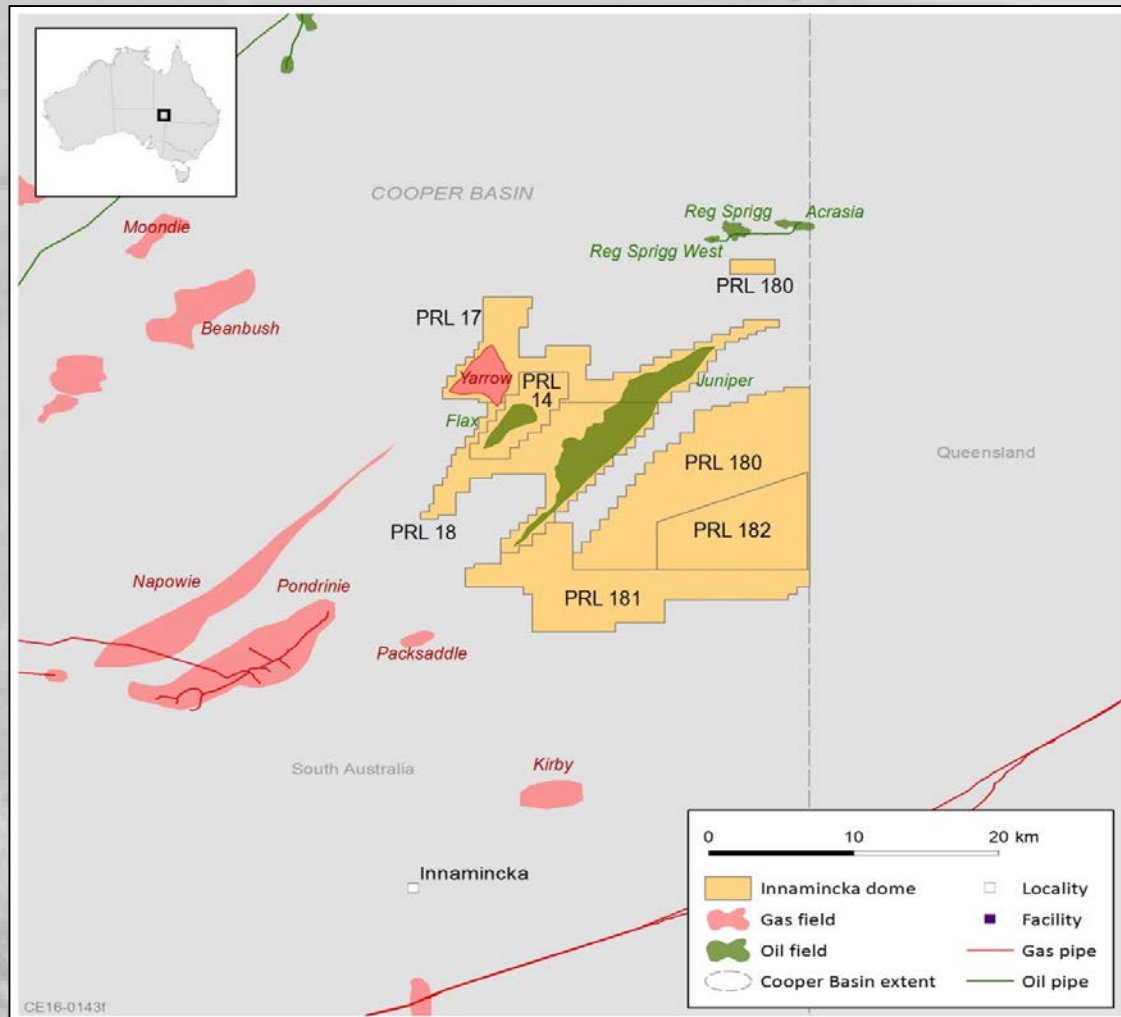
Develop a robust and substantial E & P company with a focus on the Asia Pacific region with market capitalisation greater than A\$1 billion within 3 to 5 years through:

- Maximising value of existing assets
- Building organisational capability
- Aggressively pursuing new E&P assets to develop a balanced portfolio of exploration, development and production opportunities for growth, increased cash flows and profits
- Actively pursuing value accretive mergers and acquisitions with E&P companies with conventional oil and gas assets in the target geographical area

# FLAX

## Innamincka Location Map

- PRL 14 Flax Oil Field
- PRL 17 Yarrow Gas Field
- PRL 18 Juniper Oil Field
- PRL 180
- PRL 181
- PRL 182

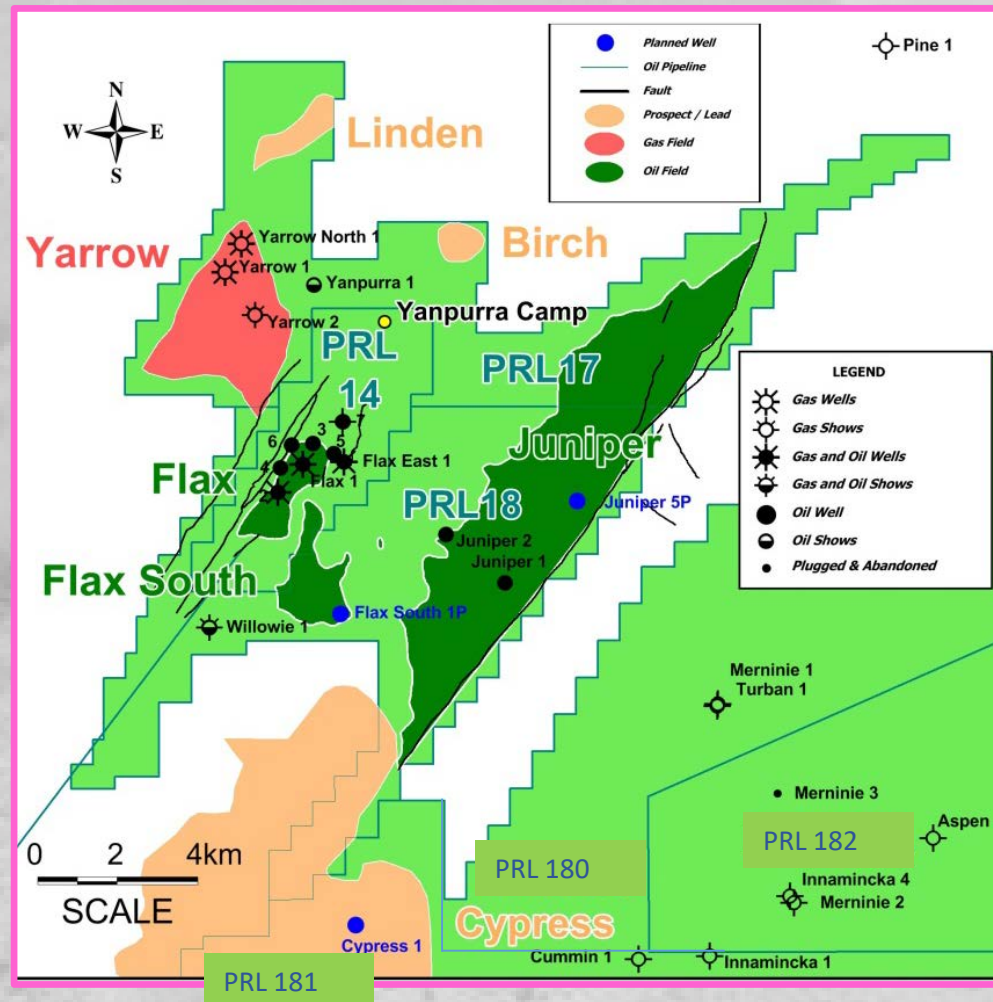


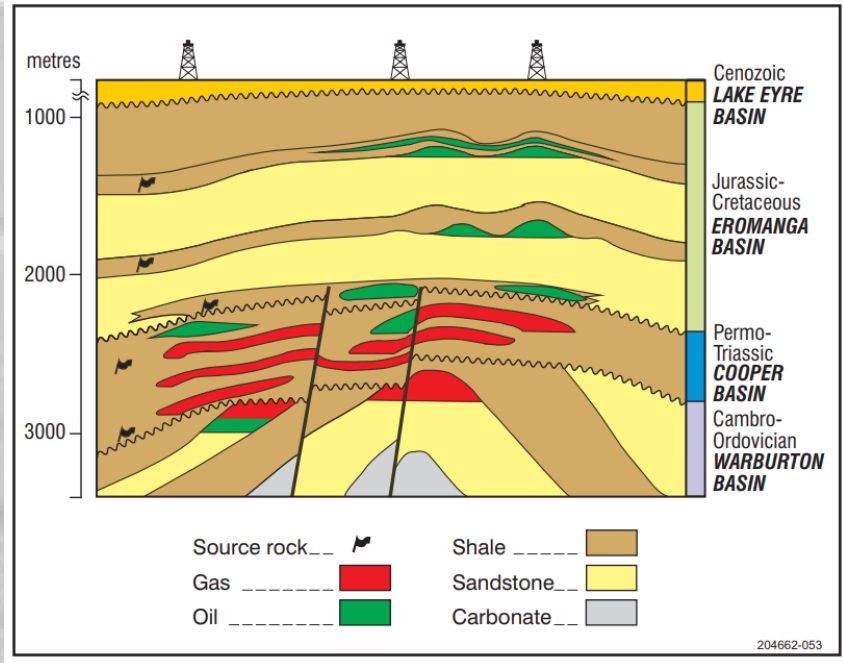


# FLAX

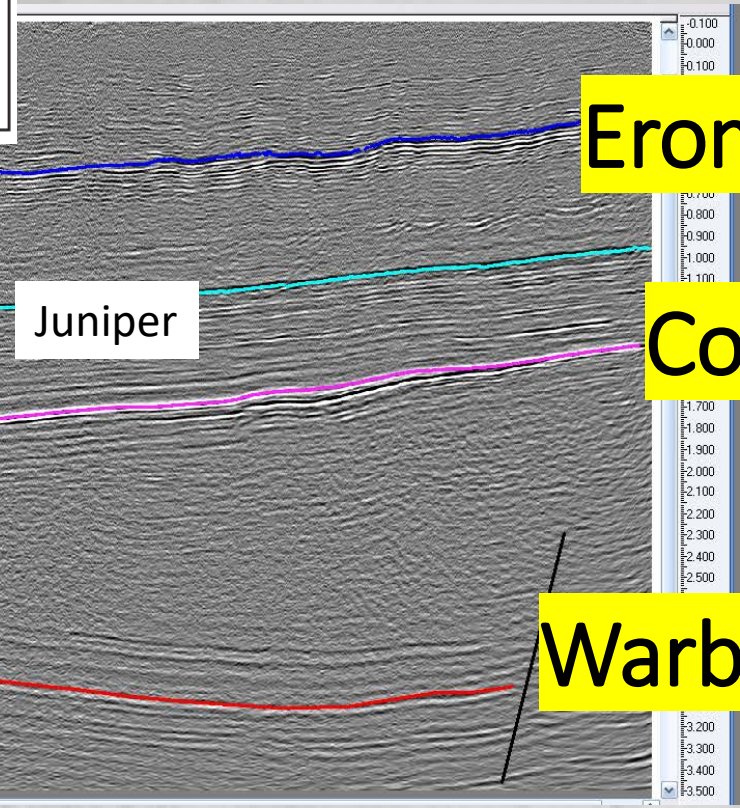
## Innamincka Inventory

- PRL 14 Greater Flax Oil Field
- PRL 17 Linden and Birch leads
- PRL 18 Juniper link to Flax?
- PRL 180 – updip potential
- PRL 181 - Cypress well failed
- PRL 182 – updip potential





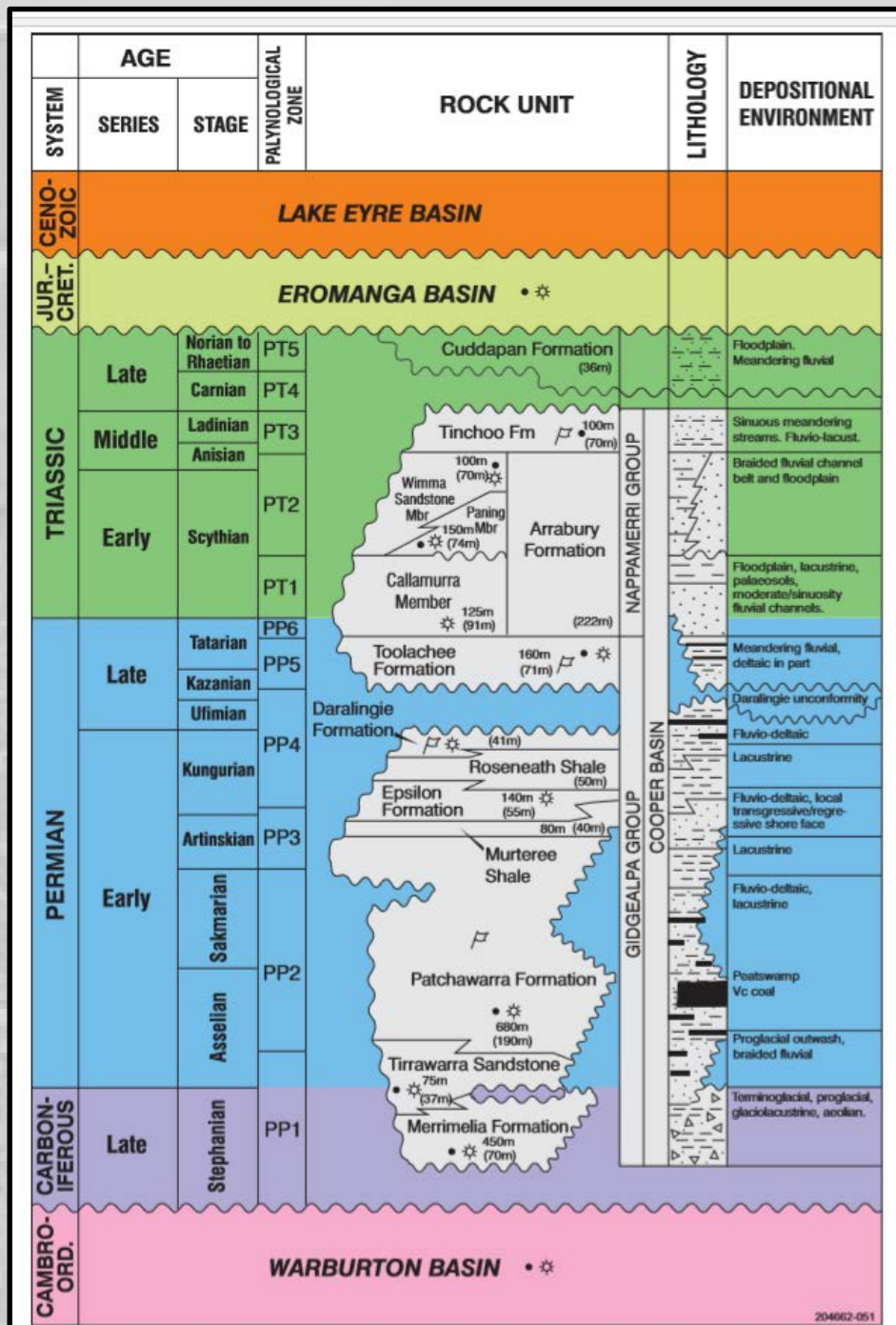
# Innamincka Area Cross sections



Eromanga Basin

Cooper Basin

Warburton Basin



# Cooper Basin Stratigraphic Column

Patchawarra Fm  
Tirrawarra Sst  
Merrimelia Fm

## Hydrocarbon Inventory

			Hydrocarbon	Gross Contingent Resource			Red Sky Interest
				1C	2C	3C	
				Oil in mmbbl, gas in mmboe			
	Permit	Field					
<b>Contingent resource</b>	PRL14/18	Flax	Oil	4.7	9.9	17.4	100
			Gas	1.6	3.5	5.9	100
	PRL 18	Juniper	Oil	0.1	0.9	1.4	100
			Gas	0.1	0.4	1.7	100
	PRL 17	Yarrow	Gas	2.0	3.0	4.4	100
<b>Total</b>				<b>8.5</b>	<b>17.7</b>	<b>30.8</b>	

Source: RISC 2015 (6MCF=1BOE)

All oil and gas volume estimates are subject to a complete review by Red Sky.

FLAX

# Hydrocarbon Inventory

## **PRL14 Flax Oil & Gas Field** **100% Red Sky**

- 2C 9.9 mmbbl oil
- 2C 3.5 mmboe gas
- Production infrastructure already built
- Six production wells drilled
- Produced over 180,000bbl until shut-in 2015
- 3D seismic coverage

All oil and gas volume estimates are subject to a complete review by Red Sky.

FLAX

# Flax Facility



FLAX

# Hydrocarbon Inventory

## **PRL17 Yarrow Gas Field** **100% Red Sky**

- Undeveloped
- 2C 3.0 mmboe gas
- Three wells drilled

All oil and gas volume estimates are subject to a complete review by Red Sky.

FLAX

# Hydrocarbon Inventory

## **PRL18 Juniper Oil & Gas Field** **100% Red Sky**

- Undeveloped
- 2C 0.9 mmbbl oil
- 2C 0.4 mmboe gas
- Three wells drilled on structure
- 3D seismic coverage

All oil and gas volume estimates are subject to a complete review by Red Sky.



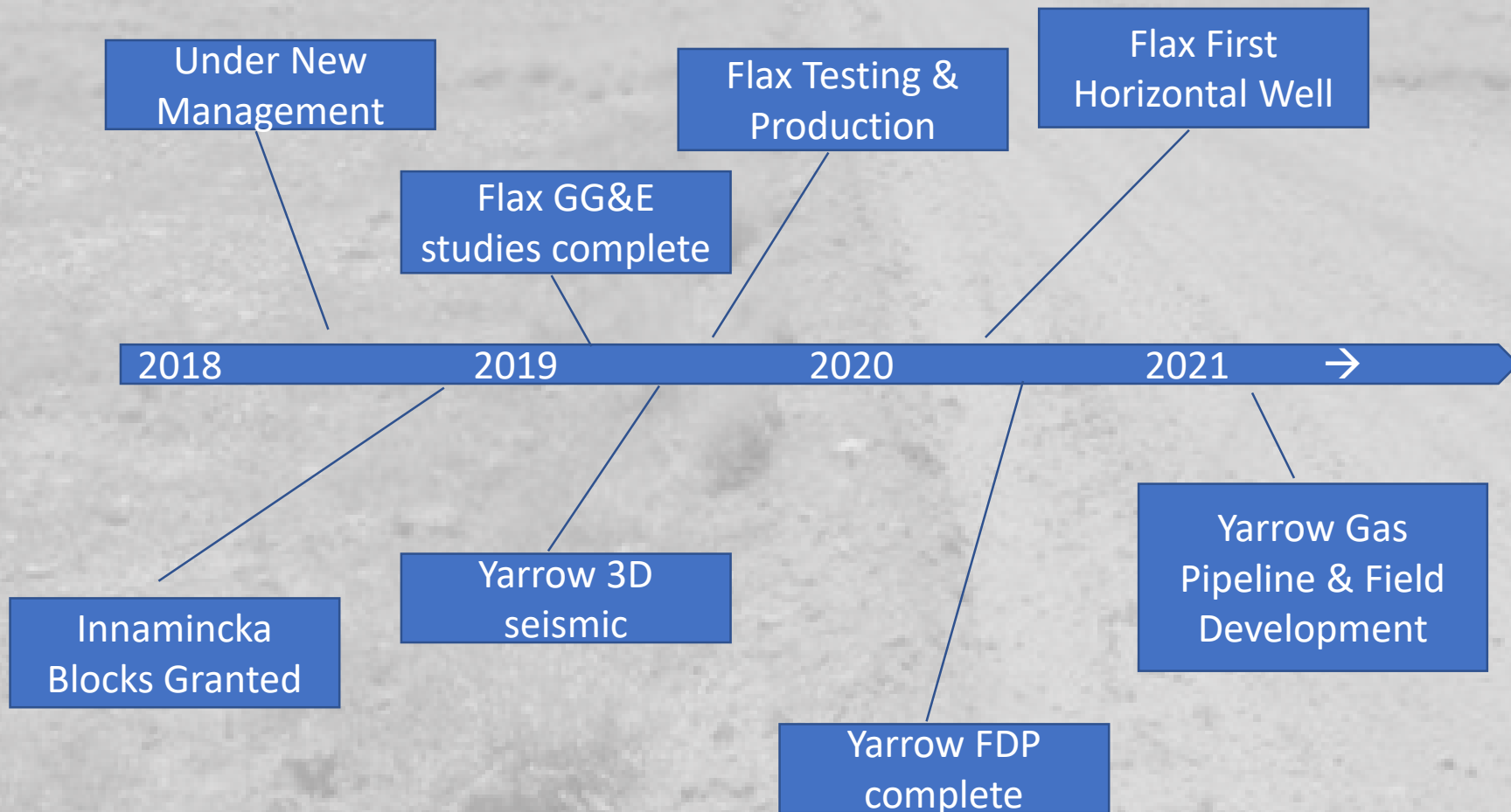
FLAX

# Innamincka Dome Projects

- Flax Oil production project
- Yarrow Gas development project
- Combined PRLs gas project
- Exploration projects

FLAX

# Innamincka Dome Milestones

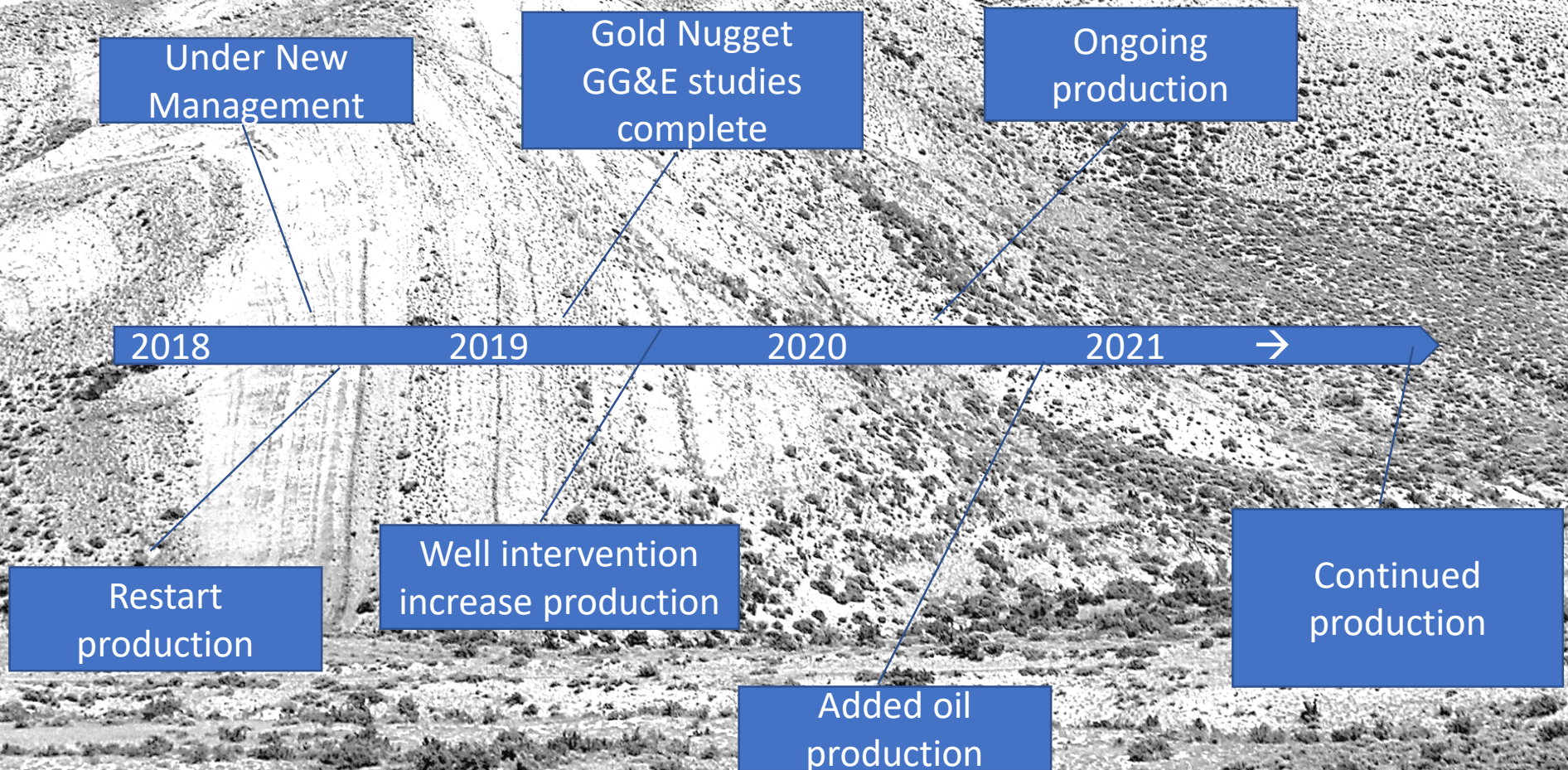


# Gold Nugget Production and Evaluations

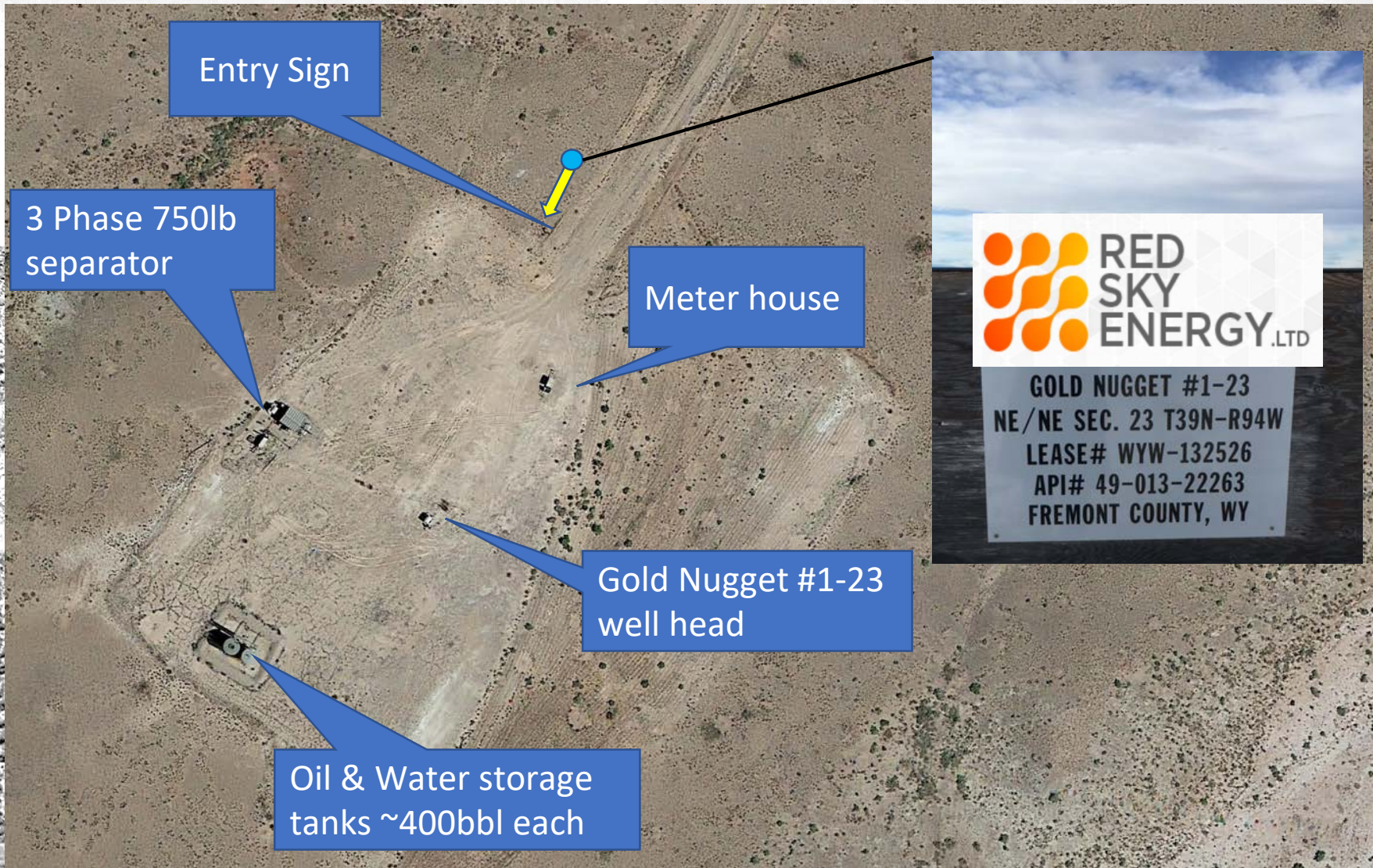


- Wind River Basin gas producer. Wyoming, USA.
- Production from Fort Union Fm (8,600-11,700ft) and Lance Fm (11,700 – 13,800ft)
- 50ft pay perforated. 83ft non-perforated
- OGIP 2-5 BCF (2015 using decline curve method)
- Only 0.1 BCF produced to date
- Problems with water loading have hampered continuous production. Being addressed now.
- Recent production at 889mcfpd
- Oil production upside.

# Gold Nugget Field Milestones



# Gold Nugget #1-23 site facilities



FLAX

## *Why Invest In Red Sky?*

- Experienced, energetic and entrepreneurial board and management with a track record in successful company building
- Low overheads with only two employees as we build
- Building a balanced portfolio
- Very large gas upside with Red Sky being a potential long term supplier
- High potential exploration acreage in Australia
- Significant prospectivity for drilling activities
- Potentially large oil and gas resources being appraised in Flax and Yarrow
- Existing oil and gas asset production and cash flow planned with a low decline rate giving a stable platform for company building
- Clean balance sheet
- Planned current activities will be funded with existing fund raising plans and debt facilities

FLAX

*Thank you for your attention*