

Placement of Rights Issue Shortfall and Placement

Red Sky Energy Limited (**ASX:ROG**) (**Red Sky** or the **Company**) is pleased to advise that it has received binding commitments for \$3.2 million (1.6 billion shares) from shares available under the shortfall from the recent rights issue. In addition, the Company has received binding commitments for a further \$1,100,000 (550 million shares) via a placement under the Company's Listing Rule 7.1 (146,807,780 shares) and 7.1A (403,192,220 shares) placement capacity. Shares under both the rights issue shortfall and the placement have been offered to sophisticated, professional and other exempt investors at an issue price of 0.2 cents (\$0.002) per share to raise \$4.3 million before costs.

In conjunction with the Company, the shortfall placement was conducted via a mandate with Beer & Co. A management fee of 2% and a commission of 4% will be paid to eligible parties on these funds. The Company will additionally issue 70 million unlisted options exercisable at \$0.005 on or before 31 January 2023 to Beer & Co (and/or nominees) forming part of the fees under the mandate with Beer & Co. These options will be issued under Listing Rule 7.1.

Funds raised will be used to complete on the acquisition of the Killanoola oil field and the associated work programme, augment working capital and to pay for the costs of the offer.

Red Sky's CEO and Managing Director, Andrew Knox, said,

"The Company is now fully funded to complete on the acquisition of the Killanoola oil field and effect our work programme and provides clear near-term production for Red Sky. It fits well with our strategy of acquiring near term producing assets with upside potential for reserve growth in one of Australia's well known onshore areas, the Penola trough."

Released with the authority of the Board.



Andrew Knox
Managing Director