

Innamincka – Yarrow 3 Gas Well Drilling to Commence

HIGHLIGHTS

- **Yarrow 3 Gas Well drilling to commence last week of 2021**
- **Well fully funded by Santos**

Australian Oil and Gas explorer and developer, Red Sky Energy (ROG: ASX) (Red Sky or the Company) is pleased to provide notification on the current progress with the Yarrow well at the Innamincka Dome Projects (Innamincka).

Commenting on the progress, Red Sky Managing Director, Andrew Knox, said:

“Red Sky is pleased that the Yarrow 3 gas well will commence drilling later this month to test the extent of the gas accumulation, and we look forward to providing the results in the new year.”

Innamincka Dome Projects

Santos Limited (ASX:STO) has advised it is expected to commence drilling at the Yarrow well in the last week of 2021. Civil works are nearing completion. The well total depth is approximately 2,700m and is expected to take two weeks to drill. Red Sky is free carried through the drilling of this well.

Yarrow has previously been estimated to have a potential 2C contingent resource of 18BCF. A further potential 20BCF 2C of associated gas is estimated at the Flax oil field 8km to the south east of Yarrow. The well is targeting the Tirrawarra sandstone and the Patchawarra formation to test the extent of the gas accumulation.

A pipeline of approximately 17km would potentially be built to tie into the grid at Napowie to the south of the Yarrow gas field.

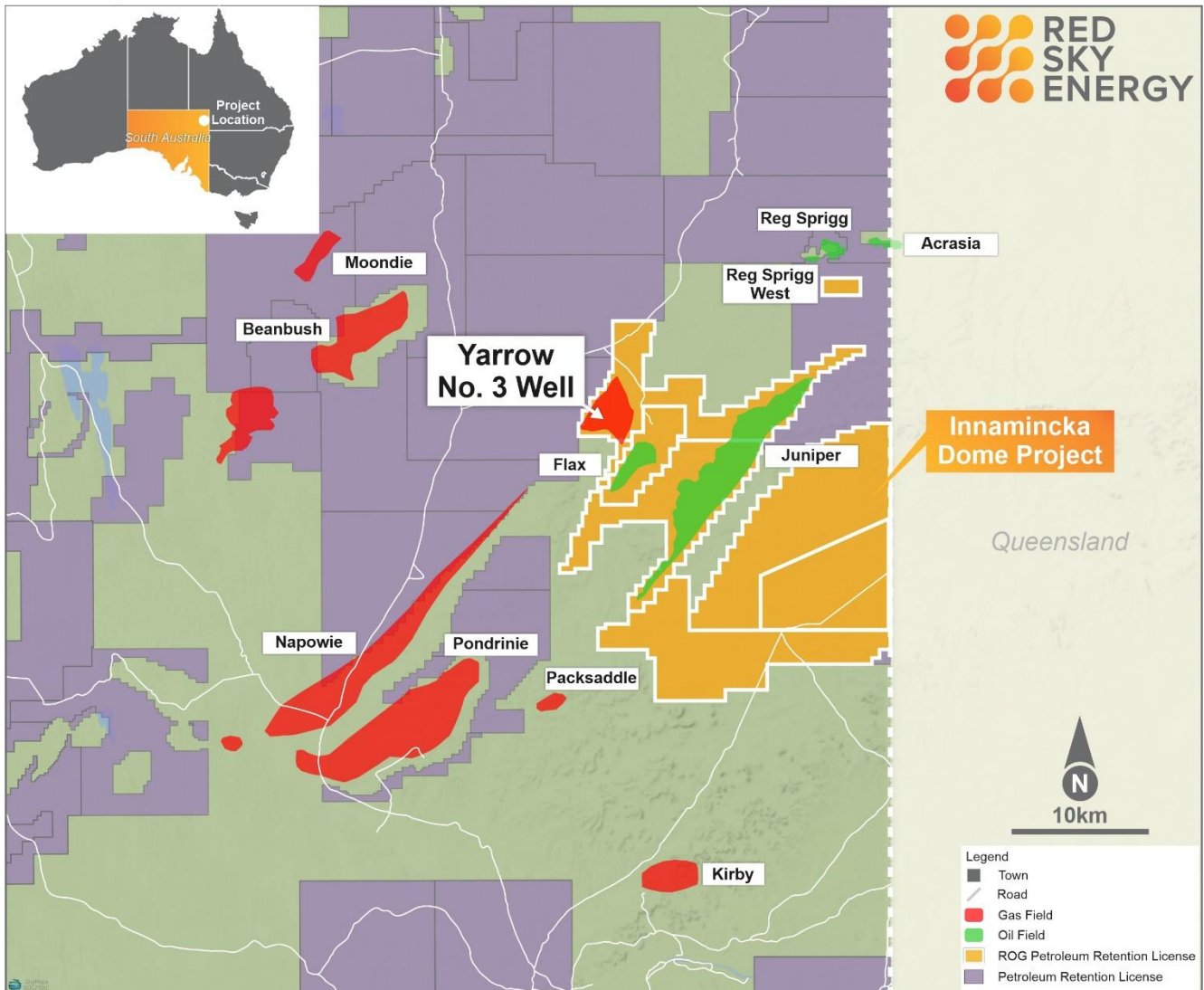


Figure 1: Innamincka Dome Projects location map

-ENDS-

Released with the authority of the board.

For further information on the Company and our projects, please visit:

www.redskyenergy.com.au

For more information:

Andrew Knox
Managing Director
 +61 407 356 557
 andrew.knox@redskyenergy.com.au

Mark Flynn
Investor Relations
 +61 416 068 733
 info@redskyenergy.com.au

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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 the personal circumstances (including financial and taxation affairs) and seek professional advice from their accountant, lawyer or other professional advisor as to the suitability for them of an investment in the Company.