

PILOT ENERGY LIMITED
ASX:PGY



Chairman's Presentation

Uniquely Positioned
to Begin the Transition

General Meeting Presentation May 2021



Pilot at a Glance

ASX Code:

PGY

Capital Structure

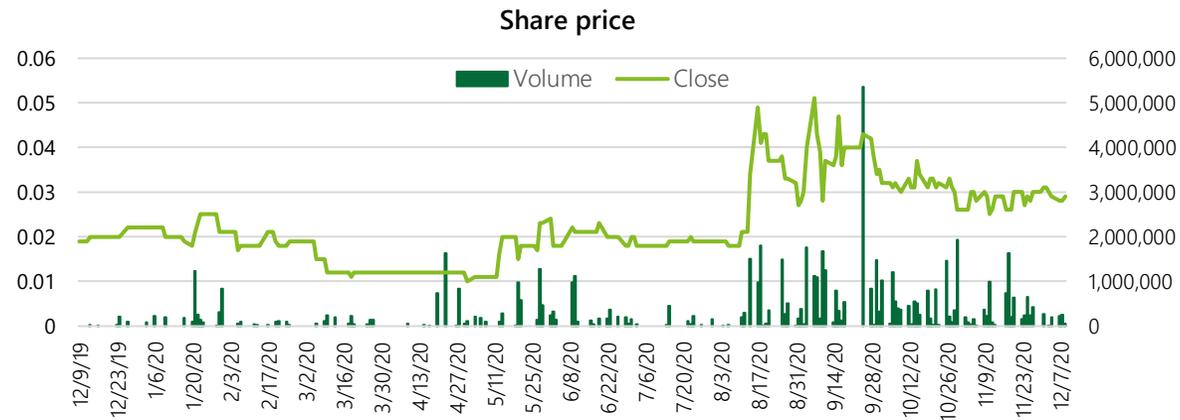
• Issued shares (28 May 2021) ^{1,2}	365.9 million
• Notional Market Capitalisation – Currently Suspended (28 May 2021) ^{1,2}	\$30.0 million
• PGY share price upon suspension (11 February 2021)	\$0.082/share

Upstream Energy - Oil & Gas Reserves & Resources (Existing)

• Proved & Probable Reserves ^{2,3}	-
• 2C Contingent Resources ^{2,3}	~1,000,000 BOE

Renewable Projects (Under feasibility evaluation)

• Wind/Solar Power (MW) -	1,300+
• Hydrogen (kg/day)	Up to 250,000
• CCS/CCUS (tonnes per annum)	Up to 1.3 million

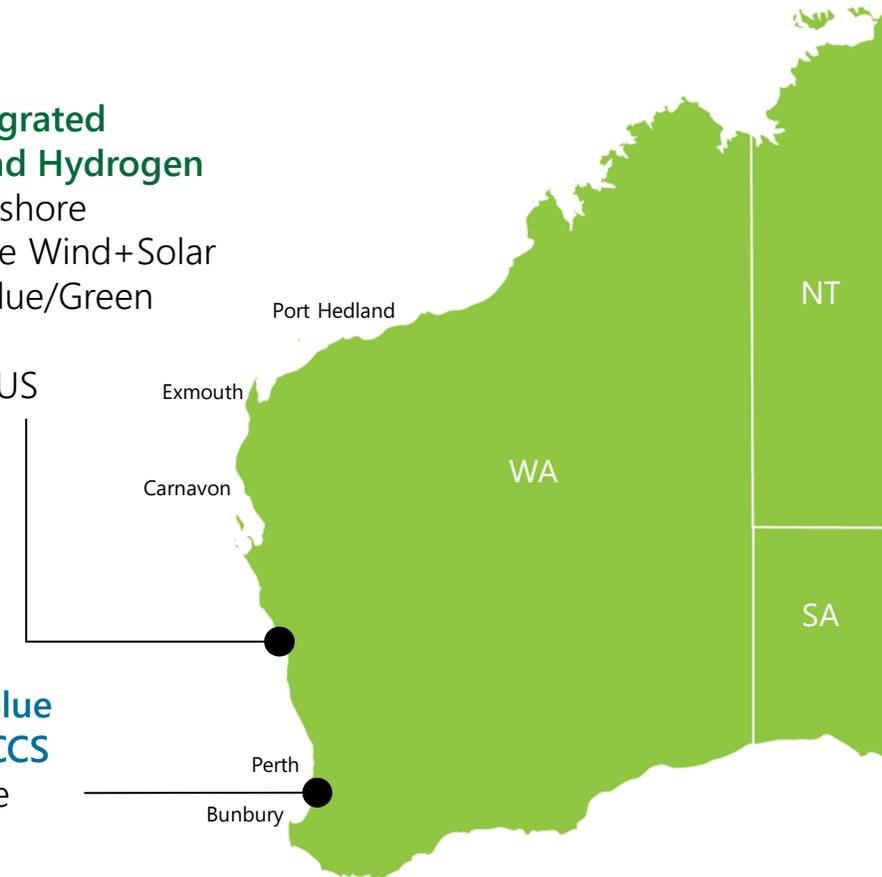


Mid-West Integrated Renewables and Hydrogen

- Mid-West Offshore Wind/Onshore Wind+Solar
- Arrowsmith Blue/Green Hydrogen
- Cliff Head CCUS

South-West Blue Hydrogen + CCS

- Kwinana Blue Hydrogen
- Harvey CCS



1. Following approval of share issuance upon completion of Royal Energy acquisition based on approval of transaction sought at EGM to be held on 28 May 2021

2. Subject to PGY shareholder approval, the Company is to acquire Royal Energy Pty. Ltd. With the consideration to be the issuance of an additional 136,363,636 PGY shares. Upon completion of the Royal Energy acquisition PGY will (1) on a pro forma basis have 365,900,937 shares on issue and (2) hold an indirect 21.25% interest in the Cliff Head Oil Field.

3. Approximately 300,000boe associated with the Cliff Head project remains under review and may be reclassified as reserves subject to the finalisation of new oil sales agreement to replace existing BP Kwinana arrangements

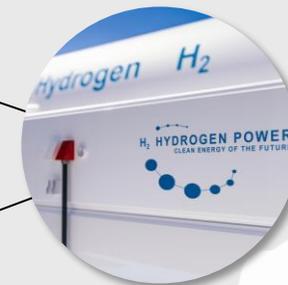
Overview – Making the Transition

Leveraging existing business and assets in Tier-1 locations to transition from a pure oil & gas company into a World-class renewable energy developer

Existing Business



Opportunities



Western Australia

Perth

Bunbury

Investment Highlights



Tier 1 assets – Owner/Developer of **Mid-West Integrated Renewable & Hydrogen Project** and South-West Blue Hydrogen & CCS Project



Transformational growth opportunities – to leverage existing assets, location and infrastructure to deliver world-class renewable energy projects



Ideally located – for identified exploration opportunities, for World-class renewable resources, for established infrastructure and to meet growing renewable energy market demand in WA



Multiple commercialisation options – supported by existing infrastructure, local industry and Government energy policies



Established infrastructure in the Mid-West region – supports existing production from Cliff Head Oil Field and potential generation of renewable energy through low-capex tie-ins



Well credentialled, experienced and proven management team – with track records of delivering energy projects

Proven, Experienced Board and Management Team



Brad Lingo

Executive Chairman and Director

30+ years international senior executive experience
 Upstream/midstream energy, energy infrastructure, finance
 Proven track record of creating & growing shareholder value



Tony Strasser¹

Managing Director

Extensive oil & gas experience including corporate finance and M&A 25+ years
 Proven record in oil & gas with shareholder backing through multiple ventures



Daniel Chen

Non Executive Director

17+ years of international business, project management and leadership experience in large scale transport and logistics
 Corporate advisor to private Australian oil & gas companies since 2018



Bruce Gordon¹

Non Executive Director

Corporate Finance and Corporate Audit Specialist in the Natural Resources Sector
 Over 25 years acting for, and advising, ASX and International oil and gas companies.
 Extensive public company accounting, financial reporting and corporate governance knowledge



1. Following completion of the Royal acquisition, Tony Strasser is to be appointed Managing Director and Bruce Gordon is to be appointed non executive Director. Michael Lonergan will retire from the Pilot Board prior to completion of the acquisition

Corporate & Operation Update

- **ASX suspension**
 - Extensive and active engagement with ASX to achieve resumption of trading
 - Latest extensive submission to ASX made on 25 May 2021
 - Requesting resumption of trading with completion of Royal Energy acquisition
- **WA-481-P Exploration Permit sell-down and JV with Triangle Energy**
 - All definitive transaction agreements and JVs agreements executed and in place
 - Transfer approval documentation lodged with NOPTA
 - Completion only subject to approval and registration of transfer by NOPTA
- **Royal Energy acquisition**
 - Pending approval on shareholders at General Meeting
 - Shareholder approval only condition to completion – expected to complete 31 May
- **Renewable Energy Project and related feasibility studies ready to commence**
 - Feasibility consultants selected for all major project components – wind, solar & renewable hydrogen
 - Ready to commence feasibility studies subject to lifting of ASX suspension
- **Continuing strong shareholder and capital support**
 - AGM and 2 General Meeting held in last 6 months
 - Overwhelming shareholder approval for matters up for approval
 - Majority of outstanding shares outstanding voting and over 95% approval
 - On-going strong support from the Company's financial advisor - Bridge Street Capital

Carbon Management projects

- **Multiple Projects** – Focussed on CCUS/CCS initiatives leveraging off Pilot's existing oil and gas projects
 - Cliff Head CCS & Blue Hydrogen and South West CCS & Blue Hydrogen Project
 - Carbon management (CCS) projects key enabler to capacity to deliver low-cost Blue Hydrogen
- **Pre-feasibility Assessments** - Initial pre-feasibility assessments completed
 - RISC Advisory engaged to assist with carbon management project pre-feasibility and full feasibility studies
 - Assessments indicate potential to leverage existing asset positions to deliver a cost effective carbon storage service
 - Carbon Management projects aimed at supporting blue hydrogen production and a third party carbon management service
- **Commonwealth Government's Carbon Capture, Use and Storage Development Fund** – Applications submitted
 - Grant Funding Applications submitted
 - Seeking funding for both Cliff Head and South West CCS & Blue Hydrogen Projects
 - RISC Advisory assisted with grant funding applications
- **Cliff Head Carbon Management Project** – Pre-feasibility indicates highly economic project
 - Cliff Head Oil Field has CO₂ injection capacity at up to 500,000 tonnes per annum for 13-years
 - CCS project substantially extending life of offshore and onshore assets
 - Low capital cost of circa \$17 million based on a development that leverages existing infrastructure
 - Attractive CCS storage cost of ~\$16 per tonne indicative CO₂ storage cost
 - Cliff Head CCS storage cost compares favourably to current market price of Australian Carbon Credit Units (ACCU) at around \$18.50/ tonne¹
- **RISC Advisory to assist with further feasibility reviews which are expected to commence in 2H 2021**

1. <https://www.reputex.com/research-insights/alert-co2-spot-price-hits-record-high-of-18-50-t-up-12-ytd/>