



STONEHORSE
ENERGY

**DIRECT INVESTMENT
IN OIL AND GAS PRODUCTION**

November 2021

DISCLAIMER

This presentation may include forward-looking statements. Forward-looking statements are only predictions and are subject to risks, uncertainties and assumptions, which are outside the control of Stonehorse Energy Limited (“Stonehorse Energy” or “the Company”). These risks, uncertainties and assumptions include commodity prices, currency fluctuations, economic and financial market conditions in various countries and regions, environmental risks and legislative, fiscal or regulatory developments, political risks, project delay or advancement, approvals and cost estimates.

Actual values, results or events may be materially different to those expressed or implied in this presentation. Given these uncertainties, readers are cautioned not to place reliance on forward-looking statements. Any forward-looking statements in this presentation speak only at the date of issue of this presentation. Subject to any continuing obligations under applicable law and the ASX Listing Rules, Stonehorse Energy does not undertake any obligation to update or revise any information or any of the forward-looking statements in this presentation or any changes in events, conditions or circumstances on which any such forward looking statement is based.

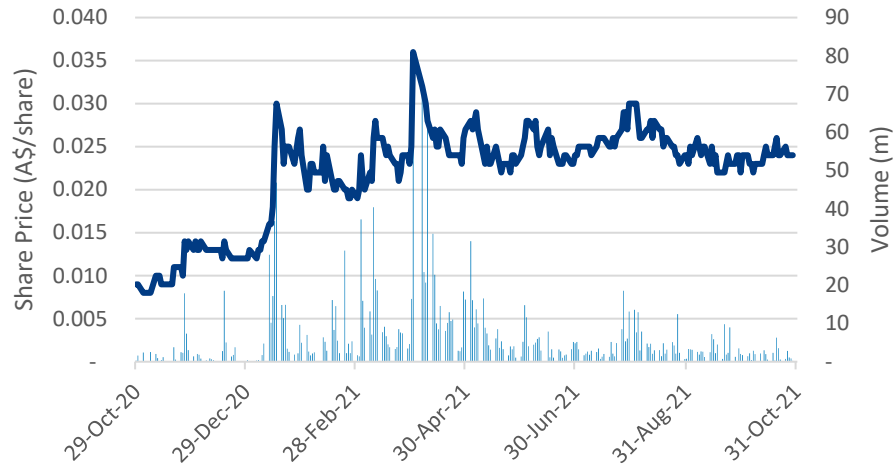
This presentation does not constitute investment advice. Neither this presentation nor the information contained in it constitutes an offer, invitation, solicitation or recommendation in relation to the purchase or sale of shares in any jurisdiction. Shareholders should not rely on this presentation. This presentation does not take into account any person's particular investment objectives, financial resources or other relevant circumstances and the opinions and recommendations in this presentation are not intended to represent recommendations of particular investments to particular persons. All securities transactions involve risks, which include (among others) the risk of adverse or unanticipated market, financial or political developments.

The information set out in this presentation does not purport to be all-inclusive or to contain all the information, which its recipients may require in order to make an informed assessment of Stonehorse Energy. You should conduct your own investigations and perform your own analysis in order to satisfy yourself as to the accuracy and completeness of the information, statements and opinions contained in this presentation.

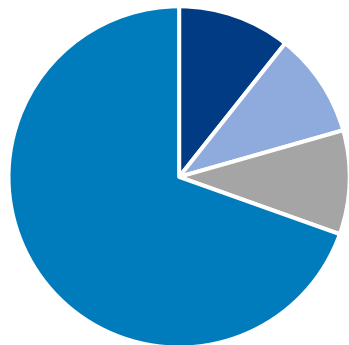
To the fullest extent permitted by law, the Company does not make any representation or warranty, express or implied, as to the accuracy or completeness of any information, statements, opinions, estimates, forecasts or other representations contained in this presentation. No responsibility for any errors or omissions from this presentation arising out of negligence or otherwise is accepted.

CORPORATE OVERVIEW

SHARE PRICE PERFORMANCE



SHAREHOLDERS



- Watch Hill Holdings Ltd
- Roca Investments Limited
- Fastwitch Enterprises Pty Ltd
- Other Shareholders

CAPITAL STRUCTURE

SHE
ASX Code

\$16.4M
Market Cap (at \$0.024 per share)

307.8M
Unlisted Options (\$0.025-\$0.04 exercise)

\$3.2M
Cash (30 September 2021)

684.4m
Shares on Issue

\$13.2m
Enterprise Value

INVESTMENT STRATEGY



Identify well funding projects in known hydrocarbon projects and regions



Target low-medium risk opportunities with short payback and ongoing cashflow



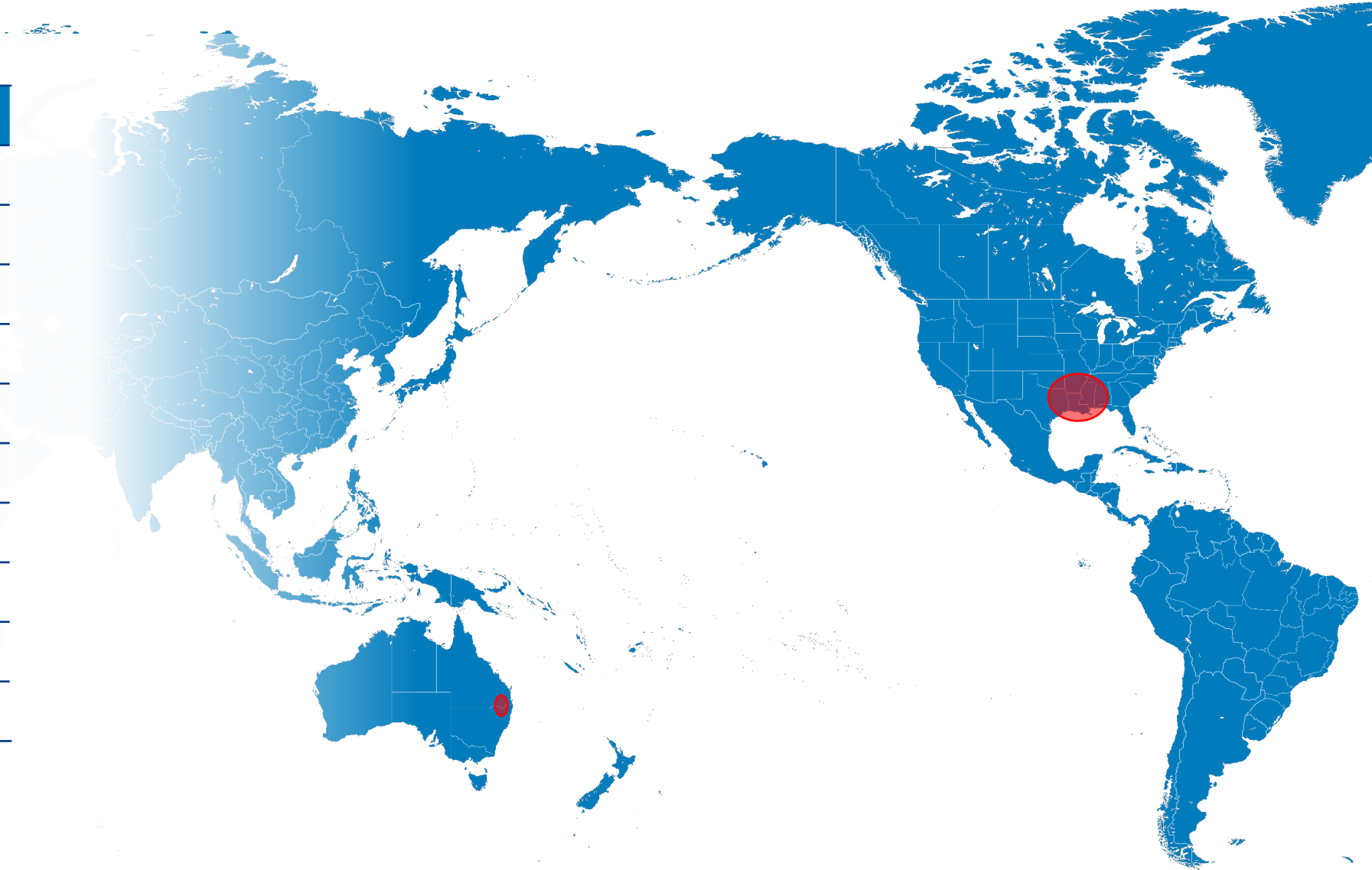
Partner with highly experienced operators, maintaining non-operator status



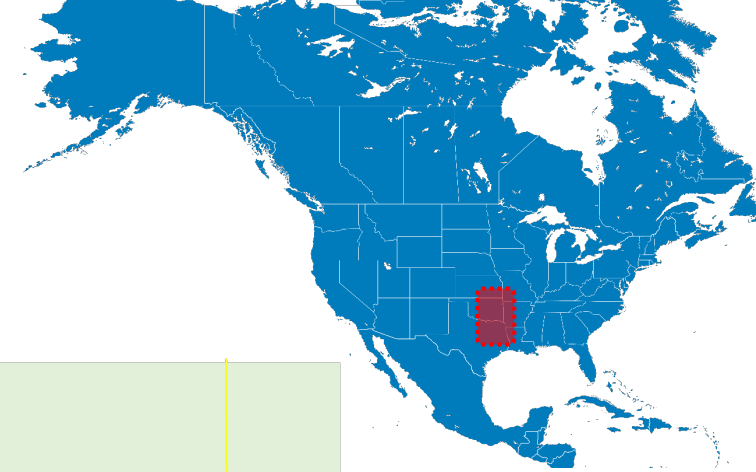
Generate cashflow that can be reinvested into new projects with higher probability of success

PORTFOLIO OVERVIEW

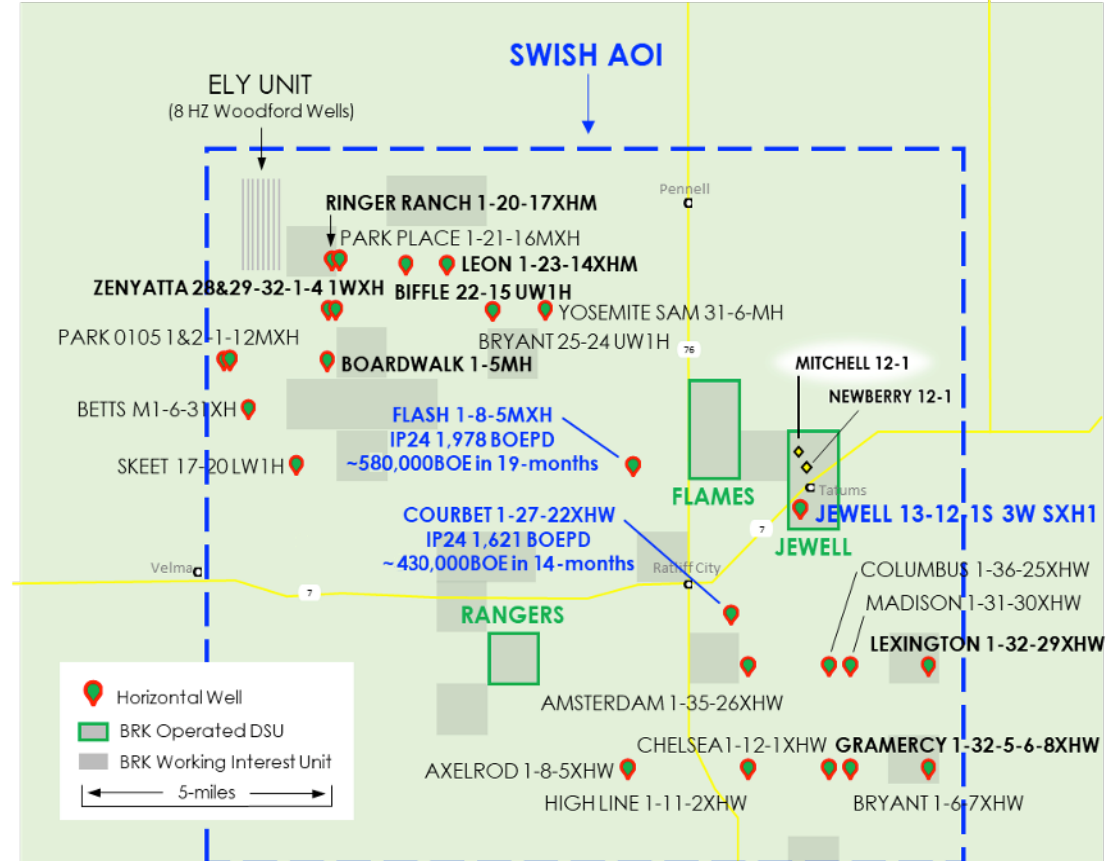
ASSET	LOCATION	WI%
Jewell	Carter, OK	41.5%
Myall Creek	Surat Basin, QLD	25%
Bullard	Garvin, OK	15.5%
Thelma	Murray, OK	50%
Sutton	Hansford, TX	25%
Burgess	Ellis, OK	96.81%
Henry Federal	Blaine, OK	2.3%
Newberry	Carter, OK	21.7%
Randolph	Blaine, OK	0.21%
Mitchell	Carter, OK	50%



JEWELL (SHE 41.5%)



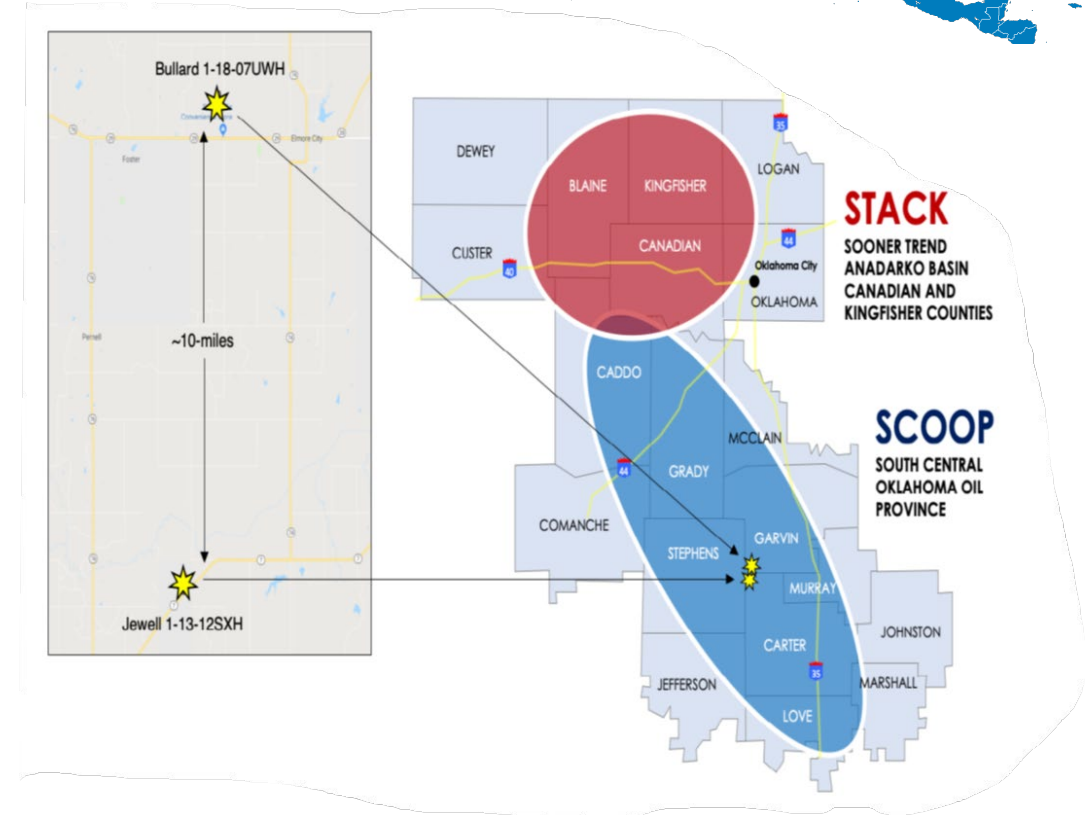
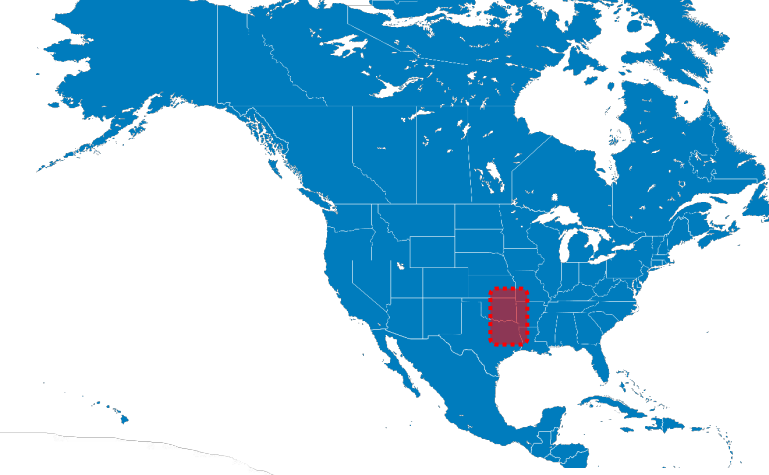
- May** ● Jewell well spudded
- June** ● Target measured depth reached
- July** ● Production facilities completed
- August** ● Multi-stage stimulation completed
- September** ● Flow-back operations commenced
- October** ● Daily production reaches **1,727 BOE** per day, including 1,413 barrels of liquids, exceeding pre-drill high-side estimate



BULLARD (SHE:15.5%)

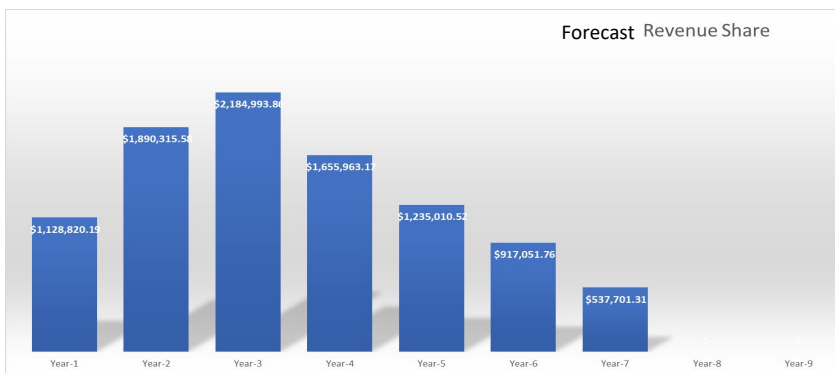
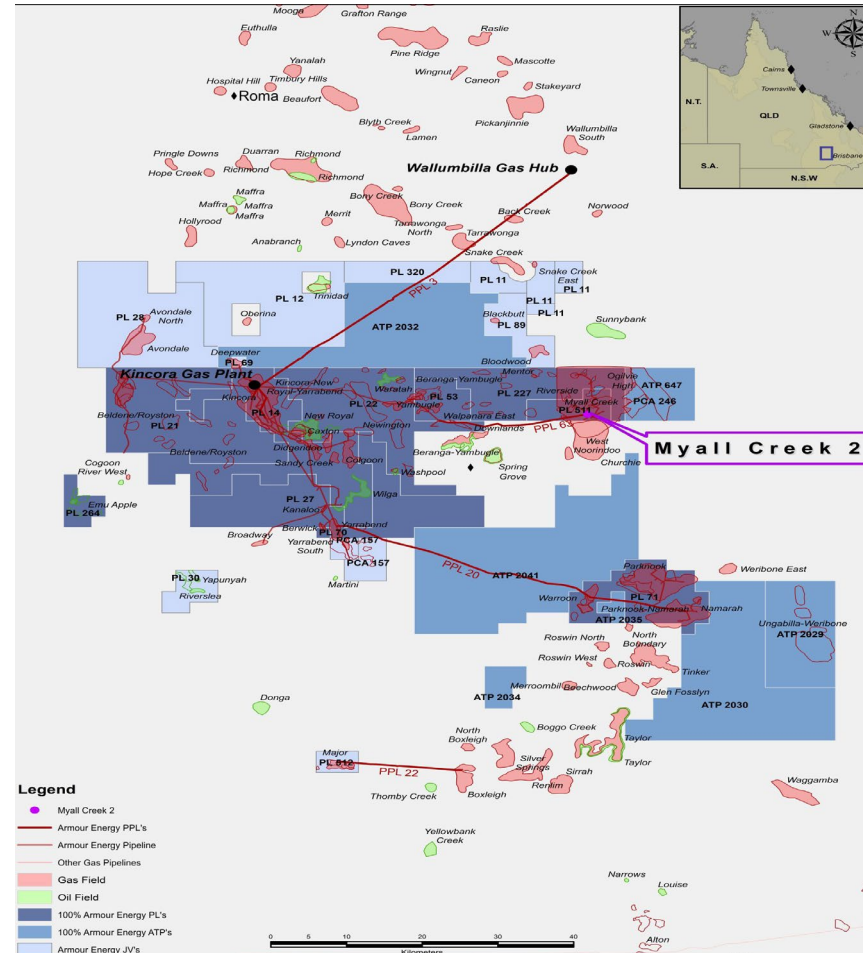
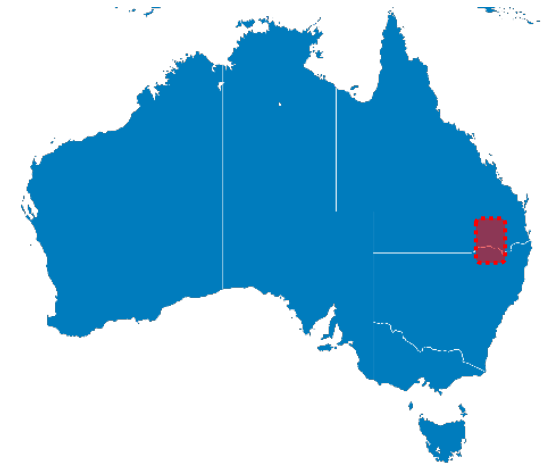
- Location:** Anadarko Basin in Oklahoma
- Field:** The targets within SWISH are in proven parts of the reservoir and have not been drawn down by the old vertical wells due to the tight nature of the rock.
- Operator:** Rim Rock Resource Operating
- Working Interest:** 15.5%
- Production Data:** Well achieved **1,828 BOE/day** (67% oil) producing from the Woodford Shale in the SCOOP play

The well has produced at total of **607,471 BOE** (41% oil) to date.



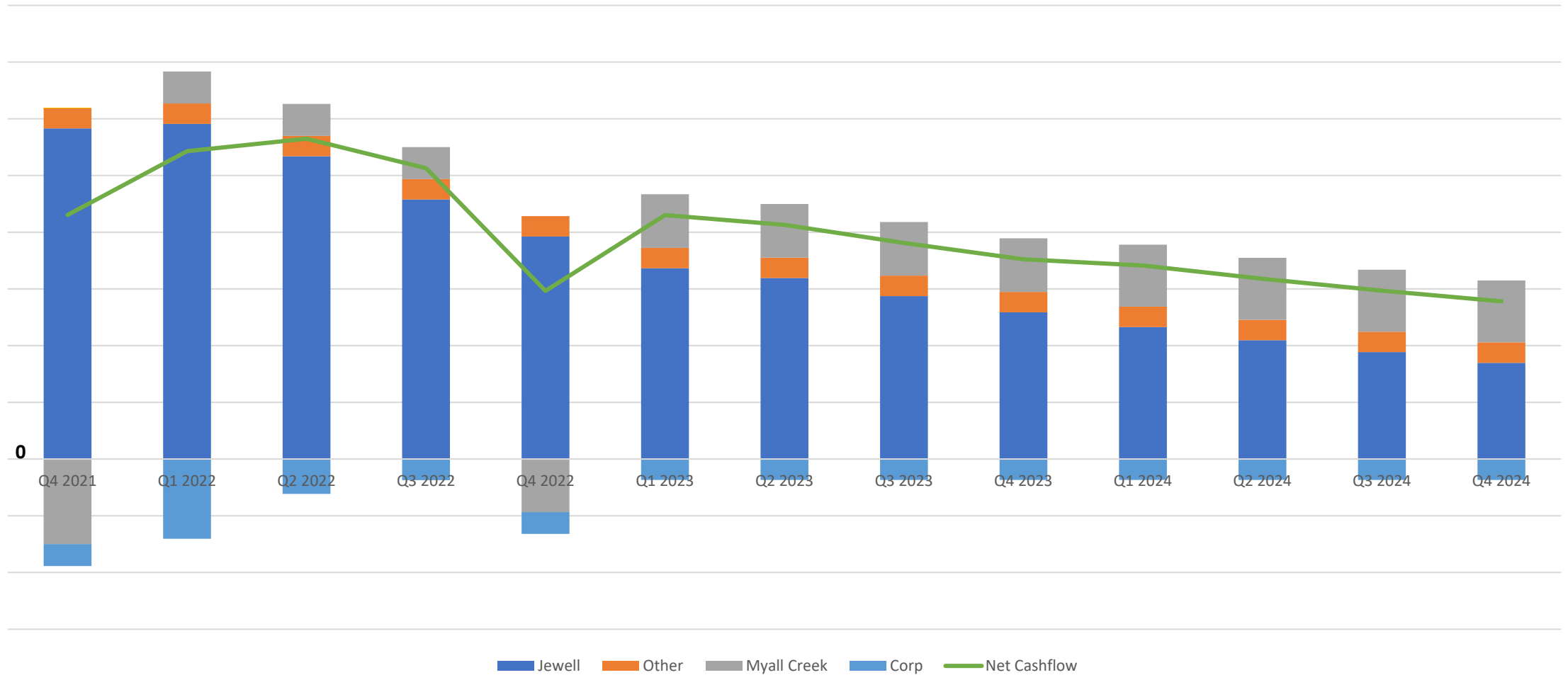
MYALL CREEK – 2 (SHE:25%)

- Funding partners fund costs associated with the Joint Venture (acquisition and workover costs) on a 50/50 basis
- Focus on Natural Gas weighted production from vertical well with low terminal declines and significant remaining economic life
- Opportunity for material production increases from remedial workover and well intervention activities
- Upside from unexploited or underexploited behind pipe or productive zones.
- Armour Energy to operate the well.

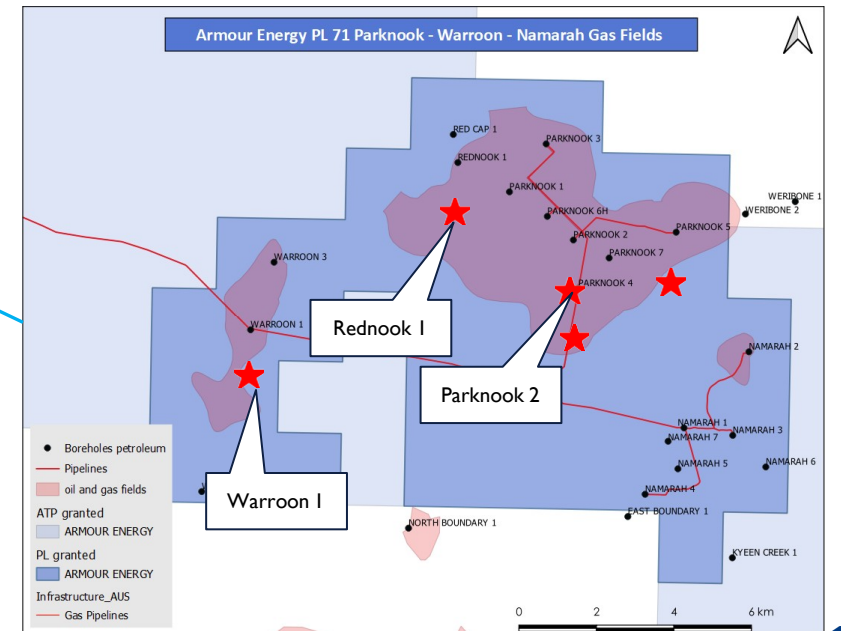
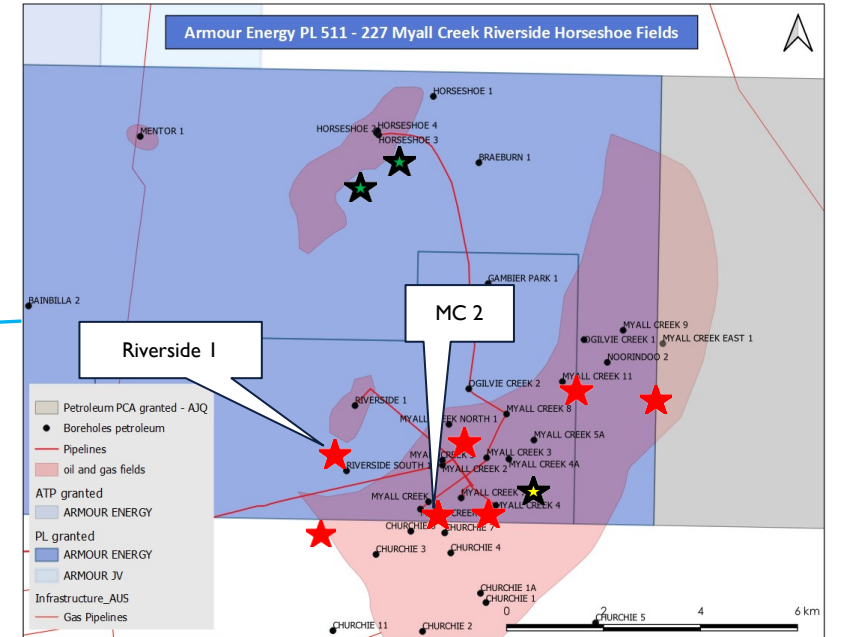
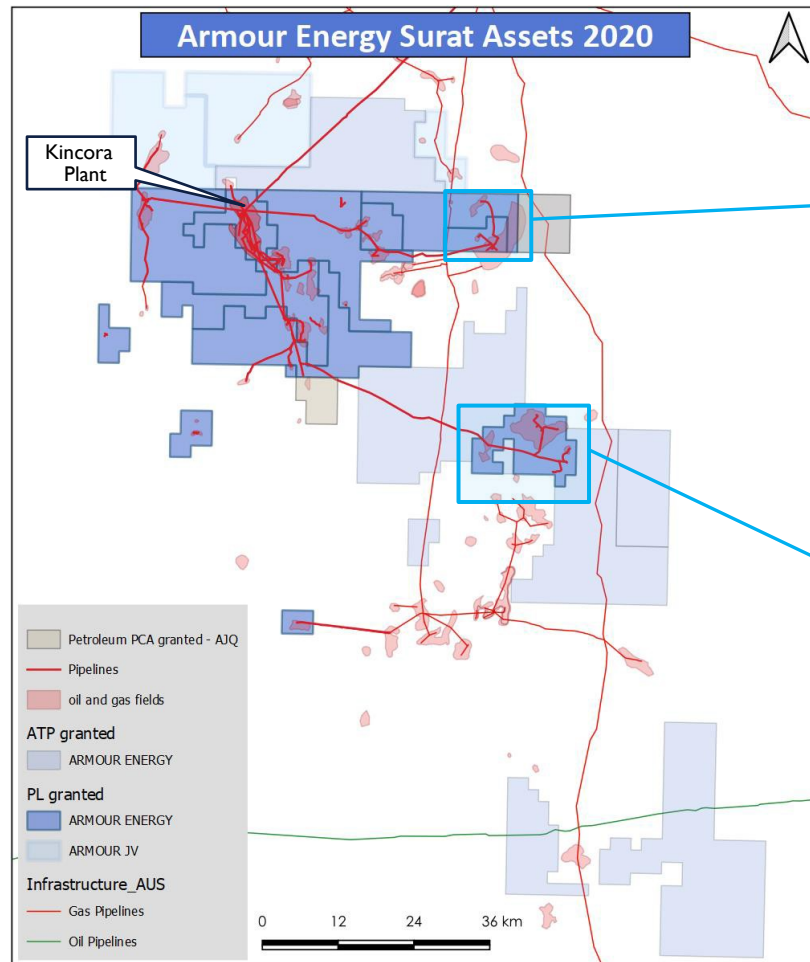


SIGNIFICANT INCREASE IN NET CASH FROM THE JEWELL WELL

Forecast Cashflows by asset (AUD)



PLATFORM FOR GROWTH



- ★ Well Stimulated 2019 & Producing
- ★ Well stimulated in 2020 campaign
- ★ Well candidate for stimulation

WHY INVEST IN STONEHORSE ENERGY?



Leverage to numerous operating gas wells



Quality operator partners and project introducers



Minimising shareholder dilution through reinvestment into quality projects

CONTACT US

David Deloub

Managing Director

E: david@stonehorseenergy.com

T: 0437 988 502

Media and Broker Enquiries:

Andrew Rowell

White Noise Communications

E: andrew@whitenoisecommunications.com

T: 0400 466 226