

19 April 2022

Joint Announcement to ASX

Cliff Head Joint Venture

Effectively held by the following group entities:

ASX: TEG Triangle Energy (Global) Limited - 78.75%

ASX: PGY Pilot Energy Limited - 21.25%

CLIFF HEAD JOINT VENTURE ARROWSMITH OIL TANK UPGRADE AND PERTH BASIN OIL EXPORT ROUTE

HIGHLIGHTS:

- **First steps for New Cliff Head Oil Export Route**
- **Cliff Head JV commencing Oil Tank Upgrade and Refurbishment**
- **Negotiations down to shortlist of three for export route**
- **New Perth Basin Export Route will come into operation after sale of forecasted 140,000 barrels of oil stored in tanks at BP Kwinana**

The Cliff Head Joint Venture (**CHJV**) is pleased to advise that plans for a new offtake for the Cliff Head oil production is nearly complete, following the closure of the BP oil refinery at Kwinana as previously announced. In this regard, the CHJV is to commence work on the refurbishment and upgrade of two oil tanks at the onshore Arrowsmith Stabilisation Plant (**ASP**). This first step towards finalisation of the Perth Basin Oil Export Route has Joint Venture approval to spend AUD\$2.35 million on upgrading two mothballed oil storage tanks, which in addition to the one presently in use, will create a total storage capacity of 30,000 barrels of oil for the CHJV.



Figure 1: Arrowsmith Stabilisation Plant. Note the two outer tanks will be refurbished

The Cliff Head Oil Field is currently producing approximately 700 barrels of oil per day. The oil is stored in one 10,000 barrel tank at ASP, then trucked south to export facilities at Kwinana. Oil export via this route will cease at the end of April 2022 for all oil produced in the Perth Basin.

The Cliff Head Joint Venture will then sell the estimated 140,000 barrels of oil stored at Kwinana in early May 2022 to BP, taking advantage of current high oil prices. The resulting payment in June from this sale will be approximately US\$14 million net to the CHJV.

From the beginning of May 2022, the CHJV, will store up to 30,000 barrels of oil in its three tanks at ASP, which will then be transported north to the Port of Geraldton, to be loaded onto a tanker, which will be chartered by the CHJV, and transported to refineries in Asia. Final details on the export arrangements are in the process of being completed.

In order to facilitate this process, the CHJV has executed a Co-Operation Agreement with the Port of Geraldton. The tank refurbishment and the new Perth Basin Export Route will enable the CHJV to continue producing and exporting oil and allow other Perth Basin oil producers to export through our facilities.

This new export route will now enable the continuation of oil production in the Perth Basin for both the Cliff Head Oil Field and other Perth Basin producers and will facilitate the CHJV to continue to progress plans for alignment on the future utilisation of the Cliff Head Facilities. Both Triangle and Pilot are working cooperatively to finalise working arrangements and JV alignment regarding the future development plans for Cliff Head, which are focussing on the development of a Carbon Capture and Storage (CCS) operation to provide CCS to third parties. This could significantly extend the working life of the CHJV facilities.

Triangle Energy Managing Director, Mr Conrad Todd said “ *I am pleased to report to shareholders that The Cliff Head Joint Venture is about to commence work on the initial part of the Perth Basin Oil Export Route. The expenditure of \$2.35 million on oil tank refurbishment is a measure of our conviction and provide certainty that we will continue exporting the oil produced from the Cliff Head Oil Field.*”

ENDS

Approved for release by:

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About Triangle Energy (Global) Limited

Triangle Energy (Global) Ltd (ASX:TEG) is an ASX listed oil producer and explorer based in Perth, Western Australia. The Company has a 78.75% interest in, and is Operator of, the producing Cliff Head Oil Field, which includes the Arrowsmith Stabilisation Plant. Triangle also has a 50% share of the Mt Horner L7 production licence and a 45% share of the Xanadu-1 Joint Venture, both located in the Perth Basin. Triangle also has a substantial equity interest in State Gas Ltd (ASX:GAS), which has an 100% operating interest in the Reids Dome production licence (PL 231) in Queensland. The Company continues to assess acquisition prospects to expand its portfolio of assets.

Enquiries

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About Pilot Energy Limited

Pilot is currently a junior oil and gas exploration and production company that is aggressively pursuing the diversification and transition to the development of integrated renewable energy, hydrogen and carbon management projects by leveraging its existing oil and gas tenements and infrastructure to cornerstone these developments. Pilot holds a 21.25% interest in the Cliff Head Oil field, material working interests in WA-481-P and EP416/480 exploration permits, located offshore and onshore Western Australia, which form foundation assets for the potential development of clean energy projects in Western Australia.

Enquiries

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