



Sagasco Limited

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Announcement to ASX

24 May 2022

Philippines Approval Update

- **CNC received for Cadlao Oilfield activities**
- **Allows for rapid progression of planned drilling**
- **SC 54 Work Program and Budget Approved by DOE**
- **SC 14 C2 Work Program and Budget Approved by DOE**

Sagasco Limited (ASX: SGC) (“Sagasco”, “SGC” or “the Company”) is pleased to provide its shareholders and the market an update on the receipt from the Philippines Department of Environment and Natural Resources (DENR) of a certificate of Non-Coverage (“CNC”) dated May 11, 2022 for Service Contract No (“SC”) 6B Cadlao Field Appraisal Project, and Work Program and Budget approval for SC 54 (Nandino Area). Both areas are in the offshore Palawan Basin, Philippines

Sagasco’s wholly owned subsidiary, Nido Petroleum Philippines Pty Ltd. (“Nido”), is the designated Technical Operator of SC 6B. Receipt of the CNC will allow Nido to conduct surveys, drill exploration and appraisal wells and extended well test(s) in SC 6B which covers the Cadlao Oilfield and the east Cadlao Oil Prospect. Application is being made for ancillary approvals required for other aspects of the drilling program.

The Department of Energy (“DOE”) has approved the Work Program and Budget for the Nandino Prospect focused work in SC 54. Sagasco’s wholly owned subsidiary Nido Petroleum Philippines Pty Ltd is the Operator of SC 54. The work program includes preparation for drilling and an extended well test along with Geological and Geophysical Studies (“G&G”) focused on Carbonate Facies Modelling to assist the decision on optimum location for drilling Nandino.

The recently held Drilling Workshop in Singapore (ASX: SGC Announcement dated 18 May 2020) was very productive and involved the identification and allocation of responsibilities for all aspects of the planned two-well drilling program that is being pursued in 2022.

The Operator of SC 14, Block C2 also advised that approval has also been recently received from the DOE for the G&G focused Work Program and Budget for SC 14C2 (West Linapacan Area). Sagasco, through its wholly owned subsidiary, Nido, holds a 22.28% interest in SC 14C2.

Sagasco’s Managing Director, Gary Jeffery commented:

“It is very encouraging to receive the CNC allowing activity to progress on the Cadlao Asset along with the planned Work Program and Budgets in the Nandino and West Linapacan Areas.”

Receipt of these approvals after the recent elections in the Philippines is encouraging, and I believe reflects the desire for the DOE to pursue their 2040 Energy Plans.

Early development of remaining oil in the Cadlao Oilfield and other potential discoveries like the Nandino Prospect, will be very valuable to the Philippines, the Service Contract participants and associated service providers in the current and anticipated high oil price environment.”

For and on behalf of the Board of Sacgasco Limited.

Gary Jeffery
Managing Director
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About Sacgasco Limited (ASX: SGC)

Sacgasco Limited (ASX: SGC) is an Australian-based energy company focused on under-explored, recently overlooked, world class oil and gas opportunities near under-supplied markets. Sacgasco’s Natural Gas activities include Hydrogen and Helium.

The Company is currently focussed on conventional oil and gas exploration and production in the Sacramento Basin in California, Alberta Province in Canada and offshore Philippines.

Sacgasco has an extensive portfolio of natural gas and oil producing wells as well as prospects and discoveries at various exploration and appraisal stages. The Company is targeting supply to the local Californian and Canadian oil and gas markets and the burgeoning Asian market.

Sacgasco is in the process of evaluating additional undervalued oil and gas producing and exploration assets.

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