



24 August 2022

ASX Announcement

High Peak Establishes Capability to Participate in Carbon Market

High Peak Royalties Limited (ASX: HPR) (Company) is pleased to advise that its wholly owned subsidiary GEO Capital Pty Ltd (ACN 651 550 195) (**GEO Capital**), has been successfully approved to participate in the Verra Registry via the CBL exchange which is an Xpansiv Market (<https://xpansiv.com/>).

By engaging in this market HPR via wholly owned subsidiary GEO Capital is able to acquire and therefore trade carbon credit or carbon offsetting commodities that are approved on the CBL markets exchange. This allows HPR to diversify the Company's oil and gas royalty portfolio. Over the coming financial period HPR plans to allocate up to AU\$300k of funds into projects or investments that are tradable on the CBL platform as a baseline investment rationale.

Geo Capital's Thesis

Through GEO Capital and its approved Verra registry status and CBL (xpansiv market) trading account, HPR can either purchase carbon accredited investments to buy and hold/trade, or to use the same platform to quote accredited carbon offsetting credits that are the output of qualifying carbon offsetting projects that HPR may participate in the future.

Overall, GEO Capital aims to invest in carbon offsets and trade the market of registered credits by taking a long-term hold position in the carbon credit market. HPR intends to seek out royalty generation and investment opportunities in carbon credits and the establishment of Geo Capital will assist in initiating and monetising these opportunities.

Having now completed the account registration and designation as a Verra registry participant, GEO Capital plans to evaluate the opportunities for carbon asset acquisitions that are established or traded on the Verra platform, which will be based on the Board's relative evaluation of the entry price versus longer term expectations on the cost of carbon offsetting in the future.

About: Xpansiv and its CBL Exchange Market

Xpansiv is the global marketplace for transacting an infinite array of data-driven commodity products in an intuitive, user-friendly environment. Xpansiv prices energy, carbon, and water using deeper data to become the global marketplace for data-driven, ESG-inclusive products, and be the preferred platform for redefining value based on immutable information.

The CBL Xpansiv Market is a centralised platform to trade energy and environmental commodity products such as carbon, renewable energy, water, and natural gas. CBL's trading platform has established the first of its kind Standard Instruments Program (SIP) to build on market infrastructure to accompany and govern the launch of spot contracts for the settlement a physical delivery of environmental commodities across existing registries that can be determined as meeting certain defined, standardized criteria for market quality and performance.



About: Verra Registry (VCS)

The Verified Carbon Standard (VCS) or Verra is a standard for certifying carbon emission reductions. Verra facilitates the transparent listing of information on certified projects, issued and retired units, and enables the trading of units. It is the central repository for all information and documentation relating to Verra projects and credits.

Through utilising carbon markets, such as the CBL Xpansiv Market, entities can neutralise, or offset, the entity's emissions by retiring carbon credits generated by projects that are reducing green house gas emissions elsewhere. The VCS program verifies that the emission reductions generated by these projects are actually occurring and ensures the credibility of emission reduction projects.

ENDS.

This announcement has been approved by the Board of Directors, and released by the Company Secretary.

For enquiries please contact:

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ABOUT HIGH PEAK ROYALTIES LIMITED

High Peak Royalties Ltd (ASX: HPR) is building a portfolio of diversified high value resource royalties around the world. In the current climate, High Peak is looking to partner with capable operators to secure royalties over high value producing assets and leverage our capital and structuring expertise. The company's portfolio includes:

Permit / Location	Royalty Interest (%)	Operated By
PL 171 and ATP 574P	2.50	Queensland Gas/BG Group/ Shell
ATP 299P Petroleum Leases: PL29, PL38, PL39, PL52, PL57, PL95, PL169, PL170, PL293, PL294, PL295 and PL298	3.6/4.0	Santos
Peat Gas Field (PL101)	2.13	Origin Energy
Surprise Oil Field (PL6)	1.00	Central Petroleum
Longtom Gas Field (VIC/L29)	0.30	Seven Group Holdings
WA-90-R / WA-91-R (formerly WA-315-P) Poseidon Field	0.10	Santos
EP(A)111, EP115, EP(A)120 and EP(A) 124	1.00	Central Petroleum
EP112, EP115NM and EP125	1.00	Santos
WA-482-P	0.20	Santos
EP(A)155	2.00	Mosman Oil and Gas
Planet Gas USA Inc. Royalties	3.00	Empire Energy
United States (East Texas, Permian and Texas Gulf Coast Basins)	0.20 to 0.40	Sabine Oil and Gas, Pioneer Natural Resources and Wagner Oil Company
United States (East Texas)	1.00	Silver Tusk and New Century Operating
ML 04/244 and ML 04/249 Admiral Bay, Canning Basin	1.5% GOR 1.5% NSR	Metalcity Ltd
Royalty over Hydrogen Sales including Catalysts	1%	ScimTek Hydrogen Pty Ltd
Licence/Location	Ownership %	Approximate Area in km ²
GEL 571 South Australia	100	1,845.23
GEL 572 South Australia	100	1,764.20
GEL 573 South Australia	100	1,180.49
GEL 574 South Australia	100	1,139.26