

7 September 2022

ASX Limited
Company Announcements
Level 4, 20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

BOTALA ENERGY LTD – CLARIFICATION ANNOUNCEMENT

The Board of Botala Energy Ltd (ACN 626 751 620) (ASX: BTE) (**Botala**) refers to its announcement dated 5 September 2022 in respect of its strategic binding memorandum of understanding with Solar Finland Ltd (**MoU**).

Botala provides the following additional information in respect of the MoU:

- (a) Botala anticipates only allocating approximately \$30,000 during the remainder of 2022 and a further \$45,000 in 2023 (being an aggregate of \$75,000) pursuing the initial activities the subject of the MoU.
- (b) As at the date of this announcement, the parties are not proposing to enter into any more formal documentation to give effect to the MoU given the early-stage nature of the project.
- (c) However, Botala intends to evaluate whether more formal documentation is required once the parties have completed initial investigations under the MoU to determine whether the solar/ gas hybrid electricity generation project proposed therein should proceed to the Front-End Engineering and Design stage (which Botala anticipates occurring in or around 2024).
- (d) Botala reiterates:
 - (i) that its renewable energy activities are currently limited to ongoing research and development, which is early stage in nature; and
 - (ii) it is uncertain whether Botala's proposed renewable energy activities will be successful as they are dependent on various contingencies, many of which are beyond the Company's control (further details in respect of which are set out in Sections 3.7 and 4.1(q) of Botala's Prospectus dated 12 July 2022).

Yours faithfully
BOTALA ENERGY LTD



Craig Basson
Company Secretary