



6th December 2022

Dear Shareholder

BPH ENERGY LIMITED – LOYALTY OPTIONS ISSUE

As announced on 18 August 2022, BPH Energy Limited (ACN 095 912 002) (**BPH**) is undertaking a non-renounceable entitlement issue of up to one (1) option (**Loyalty Option**) for every eight (8) shares held at the record date of 1 December 2022, at an issue price of \$0.004 per Loyalty Option to raise up to \$431,532 (before costs) (**Offer**).

The Company lodged a prospectus for the Offer (**Prospectus**) with ASIC and ASX on 25 November 2022.

The Company intends to apply the funds raised from the Offer (less expenses) to further investment into exploration and development of the Company's existing oil and gas investments and general working capital, including the expenses the Offer. For further specifics of the use of funds please refer to section 3.1 of the Prospectus.

Following completion of the Offer, assuming any shortfall is subsequently placed, the full subscription is raised, the Company will have issued approximately 107,883,088 Loyalty Options resulting in total Options on issue of approximately 147,540,532 (prior to the issue of options approved at the Company's Annual General Meeting on 30 November 2022).

Ineligible shareholders

A Shareholder who has a registered address outside Australia and New Zealand (**Ineligible Shareholder**) will not be eligible to participate in the Offer.

You are not eligible to participate in the Offer and you will not be sent a copy of the Prospectus. This decision has been made pursuant to Listing Rule 7.7.1(a) of the ASX Listing Rules after taking into consideration the costs of complying with legal and regulatory requirements in jurisdictions outside of Australia and New Zealand compared with the small number of Ineligible Shareholders and the number and value of Shares and Options to which they would otherwise be entitled.

If you have any queries concerning the Offer, please contact your financial adviser or Mr David Breeze, BPH's Company Secretary, on +61 08 9328 8733.

Yours sincerely

David Breeze
Managing Director