

# Financing Update

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- Strike has executed the facility documentation with Macquarie Bank Limited for the \$153 million domestic gas financing package which includes three tranches on revised and improved terms:
    - Refinancing of the existing \$33 million of drawn and undrawn debt;
    - \$40 million of committed new pre-development debt to support the South Erregulla drilling and appraisal activities;
    - \$80 million uncommitted contingent instrument facility for the South Erregulla domestic gas development.
  - With \$143 million of cash on hand, this brings Strike's available funding to \$190 million with access to a further \$80 million contingent instrument facility to support the development of South Erregulla which is contingent upon Macquarie credit approval.
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Strike Energy Limited (Strike - ASX: STX) is pleased to announce that it has entered into the facility documentation for the \$153 million secured financing package with Macquarie Bank Limited ("Macquarie"), announced to ASX on 19 December 2022.

The secured financing package is divided into three separate allocations:

- Refinancing of the secured \$33 million drawn and undrawn (\$7 million undrawn) debt facility into a new secured term facility that bears capitalising interest at a 6% coupon plus BBSW, is repayable on 30 June 2025 and amortises over the tenor of the loan.
- \$40 million secured appraisal drilling facility for the South Erregulla gas field. The facility is repayable on the later of 31 December 2024 and, if committed, the date the \$80 million contingent instrument facility is repayable, and bears capitalising interest at an improved 9% coupon plus BBSW reducing to a 6% coupon plus BBSW if the \$80 million facility becomes a committed facility.
- A \$80 million secured South Erregulla domestic gas development contingent instrument facility, which is currently uncommitted and remains subject to Macquarie approval.

Strike has renegotiated the option package to be provided to Macquarie as part of the establishment fee for the South Erregulla drilling facility. Strike will now issue Macquarie 62.1 million options (reduced from 82.8 million) with a strike price of 40 cents per share (increased from 36.3 cents per share). These options are being issued today without shareholder approval, will vest immediately and will expire on 22 May 2025. The facilities will be provided subject to substantively the same covenants and undertakings as the existing facilities, expanded in the case of project related covenants and undertakings to include the South Erregulla project.

For further details of the key terms of the financing package please refer to the ASX announcement on 19 December 2022 and Strike West Pty Ltd's (wholly owned subsidiary of Strike) bidder's statement dated 23 December 2022 in relation to its off-market takeover offer to acquire all of the shares in Warrego Energy Limited that Strike does not already own.



This announcement is authorised by Stuart Nicholls, Managing Director & Chief Executive Officer of Strike in accordance with the Company's Continuous Disclosure Policy.

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