

GC 21 INSURANCE PROCEEDS RECEIVED

- **Otto Energy has received proceeds totalling US\$5.8 MM as an initial payment of a previously reported insurance claim.**
- **The insurance claim is in relation to damage caused during the 2022 recompletion of the GC 21 Bulleit well.**

Otto Energy Limited (ASX: OEL) (**Otto** or the **Company**) would like to provide the following update in relation to the Green Canyon 21 (GC 21) “Bulleit” well insurance claim.

As previously reported, in January 2023, Otto and the operator for GC 21 both filed a Control of Well event insurance claim with their insurance carriers regarding the recompletion at GC 21. During the well recompletion in September 2022, the tubing string, control lines, casing and clamps were damaged. A review continues to determine how increased loop eddy currents contributed to these failures. This claim continues to be reviewed by the same insurance adjuster and is ongoing.

As of 11 August 2023, Otto has received proceeds of US\$5.8 MM in relation to the insurance claim as an interim payment, while the review is ongoing. The insurance claim is for a maximum amount of US\$8.7 MM (Otto share, net of deductible). No assurance can be made as to the amount or timing of any additional insurance claim proceeds. Otto will continue to update the market on the status of the claim.

Otto holds a 16.67% WI / 13.33% NRI in the GC 21 lease.

Otto Chief Executive Officer, Steve Herod, commented:

“We are very pleased to have received this interim payment in relation to our GC 21 insurance claim, and look forward to the continuation of the insurance claim review. We would like to thank our insurance broker for their assistance in relation to this process”

This release is authorized by the Board of Otto.

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