

16 October 2023

BLACK MOUNTAIN ENERGY HALF MOON PROSPECT SALE SETTLEMENT

Transaction Highlights:

- US\$5,430,390 for the Company's acreage position plus a return of \$US1,442,914 for the Manzano MIA 64 FEE 2H well totalling \$US6,873,308 or approximately A\$10.7m.
- The transaction settled on 13 October 2023 realising US\$6,577,810 or approximately A\$10.4m following adjustments.

Black Mountain Energy Ltd (the Company; ASX: BME) announced on 24 August 2023 that its wholly owned subsidiary, Seven Rivers Operating LLC, had executed a binding sale and purchase agreement to sell 100% of its acreage and its title and interest in the MIA 64 FEE 2H well in the Permian basin, for US\$6,873,308 or approximately A\$10.7m.

The transaction, that was subject to customary terms and conditions, including closing adjustments, settled on 13 October 2023.

The Company has now realised US\$6,577,810 or around A\$10.4m, before taxation, sale proceeds.

The strategic rationale of the Half Moon acreage divestiture is that immediate cash resources will be available to focus on the development of its core asset in Western Australia, Project Valhalla.

Commenting on this announcement, Executive Chairman Rhett Bennett, said:

“This sale of the Half Moon acreage satisfies every element of our exciting short term gains strategy striking the right balance between an immediate cash boom and the future development opportunity that exists in Western Australia. A return on investment of 100% in less than 8 months, at the time of agreement, is both a tremendously quick and strong outcome for the Company. The Company will continue to seek new investment opportunities that will provide the ability to realize significant returns for shareholders”.

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This announcement has been authorized for release by the Board of Black Mountain Energy Ltd.

ABOUT BLACK MOUNTAIN ENERGY

Black Mountain Energy Ltd (ASX: BME) is focused on sustainable development of oil and gas projects onshore Australia and the USA, led by a team of highly experienced upstream oil and gas professionals.

The Black Mountain Group is a major shareholder of BME, specializing in identifying and capturing high-growth opportunities in the global energy sector.