

STRONGLY SUPPORTED RIGHTS ISSUE CLOSES SECURING APPROXIMATELY A\$4.9m

HIGHLIGHTS

- Entitlement Offer closes, successfully raising approximately A\$4.9m (before costs) with strong support from major shareholders and Directors
- Application funds equate to approximately 97% of the Maximum Subscription under the Entitlement Offer
- Funding enables a significant five production well gas flow testing program to be commenced in Q3
- Flow testing program aims to identify high flow rate gas zones and sites for the development of production clusters
- Gas flow testing results will provide data to enable the Company to apply for increases in resource and reserves certification

Kinetiko Energy Ltd (ASX: KKO) (**Kinetiko** or the **Company**) is developing an energy transition solution for South Africa focused on commercialising advanced shallow conventional gas projects in the Mpumalanga Province. Kinetiko is pleased to advise that the renounceable pro-rata Entitlement Offer to eligible shareholders (**Entitlement Offer**) announced to the ASX on [15 May 2024](#), closed on 11 June 2024, raising approximately A\$4.9m (before costs).

Kinetiko Executive Chairman, Adam Sierakowski commented:

“On behalf of the Board of Directors, I wish to thank all shareholders for their comprehensive support of the Entitlement Offer.

The funds raised under the Entitlement Offer will be used to aggressively advance the Company’s gas exploration activities. These activities, highlighted by the five (5) appraisal production wells to be drilled this year, are planned to achieve the highest flow rates and technical outcomes. Successful results from these wells are expected to significantly mitigate the technical risk associated with the unique geology of the Company’s world-class onshore gas discovery, paving the way for a promising future.”



Production and Appraisal Well Testing Program

The funds raised under the Entitlement Offer will enable the Company to, amongst other things, undertake the drilling of five production appraisal wells in its exploration rights 271 and 270. The location of the wells is designed to identify high-flow rate gas zones and sites for the development of production clusters adjacent to existing energy infrastructure. Activity for the first well is scheduled to commence in August 2024, with the entire five well program expected to be completed in Q1 2025. Each of the wells is being drilled in regions adjacent to completed core wells that identified gassy pay-zones in excess of 130m, with subsequent flow testing aimed at delivering data for geological and financial modelling to enable the Company to apply for increases in resource and reserves certification (Figure 1).

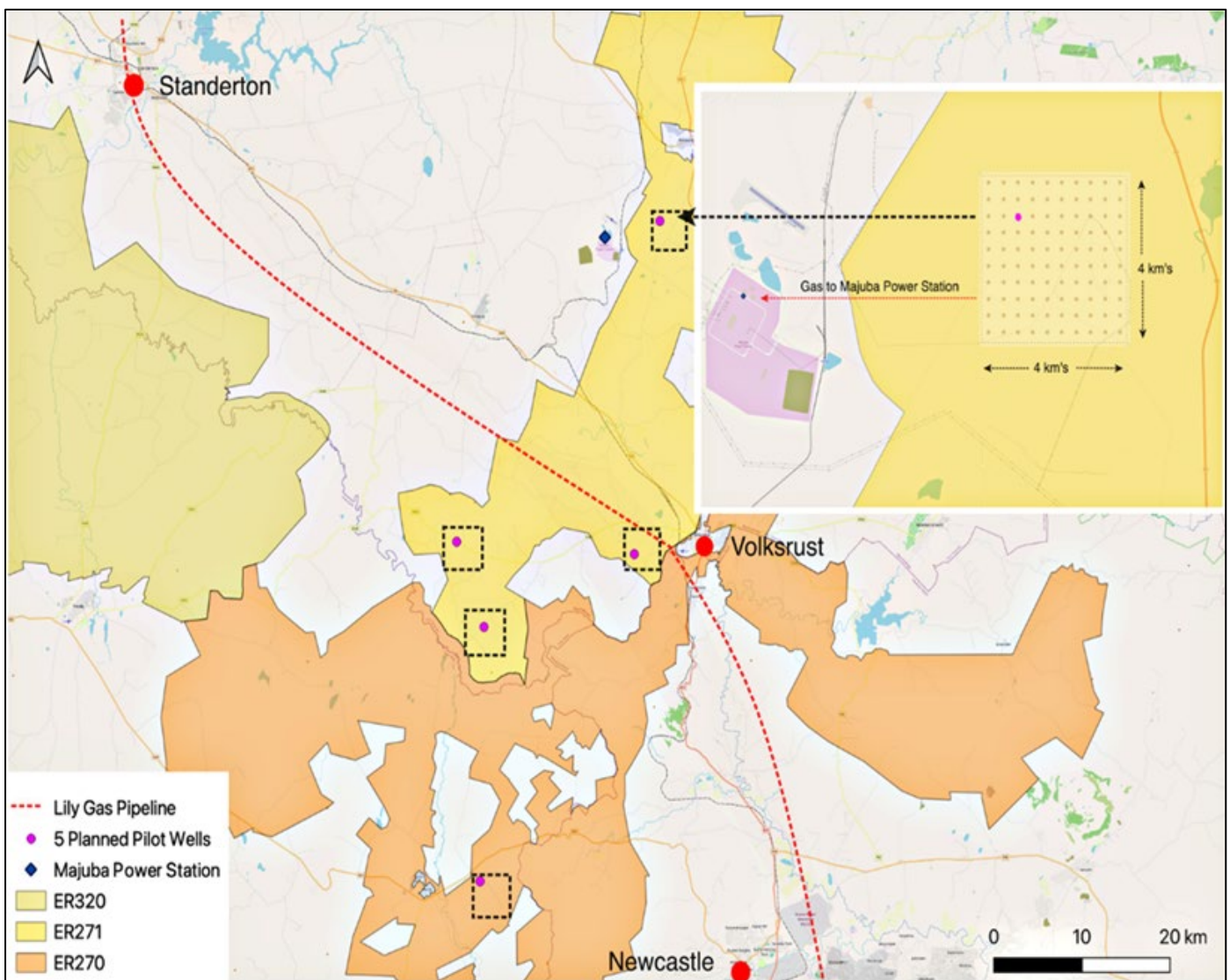


Figure 1. Location of 5 production appraisal wells and potential production clusters

Renounceable Rights Issue Results

The Company has application funds of approximately \$4,900,000 (before costs) under the Entitlement Offer (including applications for additional New Shares under the Shortfall Offer) as at the Closing Date of the Entitlement Offer, being a take up of approximately 97% of the New Shares available under the Maximum Subscription pursuant to the Offer Document. More fulsome details of the results of the Entitlement Offer will be released to the ASX by the Company as soon as practicable.

Persons registered as a holder of Company shares as at the Record Date who had a registered address in Australia or New Zealand and certain other shareholders (including but not limited to certain shareholders with registered addresses in South Africa) as identified in the offer document dated Wednesday, 15 May 2024 (“Eligible Shareholders”) were also able to apply for additional New Shares under the Entitlement Offer which comprised the New Shares not validly applied for by Eligible Shareholders pursuant to their entitlement under the Entitlement Offer (“Shortfall Shares”), at an issue price of \$0.06 per New Share. The Company’s Directors reserve the right to place any of the remaining Shortfall Shares within three (3) months after the closing date of the Entitlement Offer, being 5:00pm (AEST) on Tuesday, 10 September 2024.

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For more information visit: www.kinetiko.com.au or contact,

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About Kinetiko Energy

Kinetiko Energy is a gas exploration company with a focus on advanced onshore, shallow conventional gas opportunities in South Africa.

Kinetiko's tenements are located in South Africa's primary power-producing region, near aging coal-fired power stations and infrastructure. As South Africa shifts towards modern power solutions, the gas from Kinetiko's deposits is expected to provide base load power and act as a backup to renewables as part of the country's long-term energy future.

The company has achieved maiden gas reserves with positive economics and has 6 trillion cubic feet (Tcf) of 2C contingent resources, establishing a substantial world-class onshore gas project.

Kinetiko's vision is to commercialise an energy transition solution for South Africa.



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Competent Persons and Compliance Statements

Unless otherwise specified information in this report relating to operations, exploration and related technical comments have been compiled by CEO, Mr. Nick de Blocq, who has over 36 years of experience in energy minerals exploration and production. He is assisted by registered Petroleum Geologist, Mr Paul Tromp, who has over 40 years of onshore oil and gas field experience. Mr de Blocq consents to the inclusion of this information in the form and context in which it appears.

This announcement is available to view on the Company's website www.kinetiko.com.au

The Company confirms that it is not aware of any new information or data that materially affect the information included in the relevant market announcements and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.