



ASX ANNOUNCEMENT

26 August 2024

RENOUNCEABLE PRO-RATA ENTITLEMENT OFFER TO RAISE UP TO \$8.17 MILLION

Key Highlights:

- **Renounceable Pro-Rata Entitlement Offer to raise up to approximately \$8.17 million**
- **Partially underwritten to the value of \$5.28 million**
- **Funding raised mainly for early NuEnergy's early gas sales initiative**
- **Offer Document lodged with ASX today. Entitlement Offer opens from 3 September 2024 until 12 September 2024 for Eligible Shareholders**

The Board of NuEnergy Gas Limited (ASX: NGY) ("NuEnergy" or "the Company") is pleased to announce a partially underwritten renounceable pro-rata Entitlement Offer of eight (8) new shares for every twenty-nine (29) shares held on the Record Date of 29 August 2024 will be made to Eligible Shareholders of NuEnergy at the issue price of \$0.02 (2 cents) per share, to raise up to \$8.17 million before transaction costs.

The Entitlement Offer is partially underwritten to the value of \$5.28 million by the Company's major shareholder, Globaltec Energy Resources Sdn Bhd ("GER").

This Entitlement Offer includes a Shortfall Share Offer that enables Eligible Shareholders (other than Related Parties of the Company) who take up their full Entitlement to apply for shares in-excess of their pro-rata entitlement. The directors of NuEnergy reserve the right to issue New Shares under the Shortfall Share Offer to eligible applicants at their discretion.

The Company has today released an Offer Document for the Entitlement Offer outlining the full details of the Entitlement Offer. The closing date for acceptance of entitlements is intended to be 5.00 pm Sydney time on 12 September 2024.

The Entitlement Offer provides an opportunity for existing Eligible Shareholders to continue participating in the growth of the Company, commencing with the Company's early gas sales initiative. The Indonesian Ministry of Energy and Mineral Resources ("MEMR") approved NuEnergy's first plan of development ("POD") for the Tanjung Enim production sharing contract ("PSC") under a gross split scheme (referred to as Tanjung Enim POD 1) in South Sumatra in 2021. The approval of the Tanjung Enim POD 1 also represents the first coal bed methane ("CBM") POD in Indonesia. The Tanjung Enim POD 1 approval covers the development of 209 wells in two target areas to achieve the 25 million standard cubic feet per day ("MMSCFD") of gas production, in the north and south of the contract area covering ~33km² (or 13% of the total acreage of the Tanjung Enim Gross Split PSC) where the Indonesia Research and Development Center for Oil and Gas Technology confirmed and certified reserves totalling ~164.89 Bscf in these areas.

The POD 1 implementation will be carried out in stages with the objective to achieve early gas sales by targeting the underserved market within South Sumatra which would help the industry in the vicinity to

Corporate Office
Unit 3, 39 Brook Street
Sunbury VIC 3429, Australia

Alan Fraser (Director)

investorrelations@nuenergygas.com

HP: (+61) 412 635 000

gradually migrate from using non-environmentally friendly fuel to clean energy. This initial volume is easily transportable and can be distributed in the form of compressed natural gas and/or liquefied natural gas.

NuEnergy signed a Heads of Agreement (“HOA”) with PT Perusahaan Gas Negara Tbk (“PGN”) on 27 June 2024 for the sale and purchase of CBM. NuEnergy and PGN are hereinafter collectively referred to as the “Parties”.

PGN (Stock code: PGAS:IJ), listed on the Indonesia Stock Exchange, is a leading natural gas distribution and transportation player in Indonesia. PGN continues to strengthen its position in the market by gradually transforming into an integrated energy solution company, encouraging the use of natural gas. PGN is engaged in upstream oil and gas on midstream and downstream fields across Indonesia. PGN owns and operates natural gas pipelines of more than 12,000 km in total length. PGN’s upstream portfolio consists of 10 oil and gas blocks across Indonesia and 1 shale gas project in Houston, United States of America. PGN has 2 floating storage regasification units in Lampung & West Java, Indonesia and a land-based regasification facility in Arun, Indonesia. PGN through its downstream entities, serves more than 3,100 industrial and commercial customers. PGN has been a subsidiary of PT Pertamina (Persero) since 28 December 2018 as part of the Government of Indonesia’s oil and gas holding initiatives.

Under the HOA, NuEnergy targets to commence the sale and delivery of CBM to PGN estimated no later than 1 (one) year after the Gas Sale & Purchase Agreement (“GSPA”) is signed or a date mutually agreed by the Parties. The GSPA, which shall be for a period of 15 years can be extended mutually through written agreement. This intended gas sale commencing at 1 MMSCFD represents the initial and gradual progress of gas production and this initial gas production is part of NuEnergy’s development phase that will increase to a total peak gas production of 25 MMSCFD.

SOURCES AND USES OF FUNDS

The following table shows the funds currently available to the Company and to be raised under the Offer together with the intended use of those funds:

Source of Funds	NuEnergy Entitlement Offer	
	fully subscribed	fully unsubscribed ⁽¹⁾
	AUD’000	AUD’000
NuEnergy’s cash balances as at 30 June 2024	146	146
Total funds raised under the Offer	8,171	5,282
Total funds budgeted to be available	8,317	5,428
Use of Funds (estimates)		
Plan of Development implementation		
Land Acquisition & Site Preparation	599	599
Drilling and related activities	2,590	2,590

Surface Facilities	1,105	1,105
Sub-total	4,294	4,294
Exploration, appraisal activities and incidental costs		
Drilling and related activities	1,556	-
Dewatering activities and production testing	265	131
Permits and reserve certification	164	-
Sub-total	1,985	131
Working capital ²	1,938	903
Estimated costs of the Offer	100	100
Total budgeted use of funds	8,317	5,428

- ¹ Includes take-up by GER and with GER subscribing for further NuEnergy New Shares pursuant to the underwriting agreement so that NuEnergy raises a minimum amount of AUD5.28 million in total, and assuming no other NuEnergy shareholders subscribing for the NuEnergy Entitlement Offer (“Fully Unsubscribed Scenario”).
- ² Comprise of payments mainly for general administrative expenses, payroll costs, office rental, utilities, statutory and compliance obligations and excess cash after payments.

Indicative Entitlement Offer Timetable

The key dates are indicative only and the Company reserves the right to vary them subject to the requirements of the ASX Listing Rules.

Event	Date (2024)
Lodgement of Offer Document with ASX	26 August
“Ex” date for securities trading	28 August
Record date	29 August
Complete despatch of Offer Document with Entitlement and Acceptance Form and ASX announcement	3 September
Rights trading ends	5 September
Last day to extend the Offer closing date	9 September
Close of Entitlement Offer (5pm)	12 September
Issue of New Shares	16 September
Trading of New Shares commences	17 September

Further Information

Eligible Shareholders can access the Offer Document and personalised Entitlement and Acceptance Forms at <https://events.miraqle.com/ngy-offer>. The Entitlement Offer is made in reliance on section 708AA of the Corporations Act 2001 (Cth) as modified by *ASIC Corporations (Non-Traditional Rights Issues) Instrument 2016/84*. The Offer Document was lodged with Australian Securities Exchange (ASX) on 26 August 2024. Under the Entitlement Offer, only Eligible Shareholders with a registered address in Australia or New Zealand are eligible to participate.

Each Eligible Shareholder's entitlement will be set out in a personalised Entitlement and Acceptance Form that will accompany the Offer Document. Eligible Shareholders are encouraged to read and consider the documentation carefully, and seek independent and professional financial advice. As the Entitlement Offer is renounceable, Eligible Shareholders will be able to sell or otherwise transfer their entitlements.

An Appendix 3B for the Entitlement Offer is attached.

The Board of NuEnergy encourages all Eligible Shareholders to participate in the Entitlement Offer.

Authorised for released to the market by the Board of Directors.

Shareholder Enquiries

NuEnergy Gas Limited

Alan Fraser
Director
+61 412 635 000

Email: investorrelations@nuenergygas.com
www.nuenergygas.com

U.S. Persons Disclaimer

The shares to be offered under the Entitlement Offer (“Shares”) have not been, and will not be, registered under the United States Securities Act of 1933, as amended (“Securities Act”) or the securities laws of any state or other jurisdiction of the United States. This ASX release does not constitute an offer to sell, or the solicitation of an offer to buy, any securities in the United States, or to any person that is or is acting for the account or benefit of any U.S. person as defined in Regulation S under the Securities Act (“U.S. Person”). The Shares may not be taken up by a U.S. Person, and may not be offered, sold or resold in the United States or to, or for the account or benefit of, a U.S. Person, except in a transaction exempt from, or not subject to, the registration requirements of the Securities Act and applicable securities laws of any state or other jurisdiction in the United States.

**[NOT FOR DISTRIBUTION OR RELEASE IN THE UNITED STATES OR TO,
OR FOR THE ACCOUNT OR BENEFIT OF, U.S. PERSONS]**

About NuEnergy

NuEnergy is an independent clean energy company focused on the development of Indonesian unconventional gas assets.

We were established with the goal of providing investors with superior value by safely, reliably and sustainably supplying clean energy to meet the growing energy demands in Indonesia, one of the world’s fastest growing economies and energy consuming markets.

We hold four (4) onshore coal bed methane (“CBM”) Production Sharing Contracts (“PSCs”), across South Sumatra, Indonesia. We are now fully focused on moving our high-value unconventional gas assets from exploration to the development stage, monetizing their reserves, delivering shareholder return, and in turn working capital to fund future developments and strategic acquisitions.

NuEnergy’s strategy is to integrate all its PSCs in South Sumatra as a CBM hub to supply sustainable clean energy to the local market and the country. NuEnergy has a clear strategy to drive future growth and maximise shareholder return. We are fully committed to complete our first Plan of Development on our Tanjung Enim PSC, moving to first gas production and commercialization.

We are proud to be a pioneer of Indonesia’s clean energy industry, helping deliver a reliable and robust energy supply to the people and businesses of Indonesia. Our focused strategy ensures we will soon become a significant Indonesian gas producer, maximizing shareholder value and return at every opportunity.