

10 June 2025 | ASX ANNOUNCEMENT

# Omega Frees Taroom Trough Assets of Royalty Interests over Liquids Production

Omega Oil and Gas Limited (**ASX:OMA**) ("**Omega**" or "**the Company**"), is pleased to announce that it has completed an agreement with TAG Oil Ltd ("TAG") to extinguish a legacy Royalty Deed which entitled TAG to a 3% gross overriding royalty over all future liquids production from Omega's 100% owned Queensland tenements, being Potential Commercial Areas ("PCA") 342 and 343 and PL17 in Queensland's Bowen Basin.

The Royalty Deed was executed in October 2020 as part of Omega's purchase of the Bowen Basin assets from Tag Oil, two years before Omega's listing on the ASX<sup>1</sup>.

Omega will pay TAG US\$1 million to extinguish the royalty, to be funded out of Omega's cash reserves which stood at \$13.6 million as of March 31, 2025 (on a proforma basis inclusive of the full proceeds from Omega's January 2025 capital raise).

This transaction represents a positive outcome for Omega given the future potential for liquids production from the Canyon Project.

TAG was willing to execute an agreement to extinguish the Royalty Deed having shifted the focus of its upstream portfolio to Egypt.

**Trevor Brown, CEO and Managing Director**, commented:

This value accretive transaction highlights Omega's conviction that liquids (oil and condensate) will likely form a significant part of future production from Omega's Taroom Trough assets. Following our successful flow test at Canyon-1H<sup>2</sup>, an assessment was made of the commercial opportunities within Omega's assets. Discussions with TAG, who have focussed their portfolio on Egypt, yielded a win-win opportunity for both companies to agree this deal, with only a modest impact to Omega's balance sheet. Omega's 100%, operated equity position in our tenements, are now free of any royalty interests, providing the Company with even greater flexibility to pursue the commercialisation of these assets.

<sup>1</sup> Replacement prospectus dated 5 September 2022, released to ASX on 21 October 2022 (including Section 3.14) and Annual Reports for years ended 30 June 2022, 2023 and 2024 (Contingent Liabilities Note disclosure).

<sup>2</sup> ASX Release dated 26 March 2025 titled "Strong Oil Flows from Canyon-1H well".

For further information please contact:

Trevor Brown

**CEO and Managing Director**

P: 07 3778 3861

E: [info@omegaoilandgas.com.au](mailto:info@omegaoilandgas.com.au)

This release has been authorised on behalf of the Omega Board.

**- END -**

## **ABOUT OMEGA OIL AND GAS**

Omega Oil and Gas Limited (ASX: OMA) is a dynamic Australian exploration company with a highly experienced team focussed on unlocking the vast, deep oil and gas potential of Queensland's Taroom Trough, an emerging producing province within the Bowen Basin. The Company's breakthrough at the Canyon-1H well revealed substantial oil and gas flows. The successful execution of the drilling, fracture stimulation and testing program at Canyon-1H underscores Omega's technical expertise.

Founded in 2020, Omega's countercyclical strategy has delivered major hydrocarbon discoveries, including Canyon-1 and Canyon-2. Omega's Canyon-1H project highlights the presence of a large and prospective petroleum system capable of supporting decades of commercial production.

Backed by prominent resource investors and driven by technical expertise, Omega is positioned to become a key contributor to Australia's energy future.

## **FORWARD LOOKING STATEMENTS**

This announcement may contain certain "forward-looking statements". Forward-looking statements can generally be identified using forward-looking words such as, "expect", "should", "could", "may", "predict", "plan", "will", "believe", "forecast", "estimate", "target" and other similar expressions. Indications of, and guidance on, future earnings and financial position and performance are also forward-looking statements. The forward-looking statements included in this announcement involve subjective judgement and analysis and are subject to significant uncertainties, risks and contingencies, many of which are outside the control of, and are unknown to, Omega. Forward-looking statements should be read in conjunction with, and are qualified by reference to, the risk factors set out in section 5 of the Prospectus lodged with Australian Securities and Investment Commission on 22 August 2022

and in Omega's subsequent announcements and presentations. Actual future events may vary materially from the forward-looking statements and the assumptions on which those statements are based. Given these uncertainties, you are cautioned to not place undue reliance on such forward-looking statements. Omega disclaims any intent or obligation to publicly update any forward-looking statements, whether because of new information, future events or results or otherwise. Past performance information given in this announcement is given for illustrative purposes only and should not be relied upon as (and is not) an indication of future performance.