

2024 Full Year Results

Strike Energy Limited (Strike - ASX: STX) is pleased to announce it has released its 2024 full year financial results and Annual Report, demonstrating strong financial performance during a year of significant project delivery.

Highlights include:

Major operating and project milestones achieved

- Maiden gas production from Walyering, constructed and brought online within 22 months of discovery, producing ~ 7 PJe (gross) of gas and condensate for the year.
- Walyering gas plant reliability of more than 98%, with record production and sales quarter on quarter.
- Awarded Certified Reserve Capacity in the South West Interconnected System for the proposed South Erregulla peaking gas power station.
- Received the upstream production licence and significant environmental approvals for the upstream and midstream infrastructure for the proposed 87 TJ/d West Erregulla gas field development¹.

Significant positive exploration and appraisal outcomes achieved

- Five exploration and appraisal wells drilled across the Perth Basin.
- Significant high quality, low impurity discovery at Erregulla Deep-1 with 28m of net pay intersected over multiple high quality, blocky, gas charged sandstone reservoirs.
- Low-cost, fast tie-in discovery made at Walyering-7 with drilling and testing confirming the presence of a conventional gas and condensate accumulation with 23m of net pay.
- 256 km² of high impact 3D seismic acquired over the Ocean Hill discovery.
- 484 km of 2D seismic acquired over the large structures of the Arrino-Kadathinni complex on the Tathra Terrace (proximal to Erregulla Deep) which Strike believes to be the next Permian frontier for the basin.

Strong financial position maintained through major exploration and development phase

- Total sales revenue for the FY of A\$45.6 million.
- A\$85.5 million in available liquidity (~A\$39 million in cash and cash equivalents and ~A\$47 million in undrawn debt).

Major corporate events and achievements

- Acquired Talon Energy, to obtain 100% equity in Walyering (L23) and surrounding EP447 acreage.
- Terms agreed with Macquarie Bank for the provision of a 5-year, \$153 million financing package² for its Perth Basin Gas Acceleration Strategy.
- Minimum holding buy-back completed, reducing the Company's total number of shareholders by 8%.

¹ For more information, see ASX announcement dated 9 July 2024 entitled "West Erregulla receives EPA Approval".

² For more information, see ASX announcement dated 21 June 2024 entitled "Terms agreed for \$153m Development Funding Package".

Managing Director and Chief Executive Officer, Stuart Nicholls said “The past year has been transformative for Strike as we graduated from an explorer to a producer and solidified our position as a major player in the Western Australian energy market. Our continued investment into the high-profile Perth Basin has seen us become a trailblazer in the Australian energy industry.”

“Our achievement in bringing Walyering online, our first gas production facility and the first in Western Australian for over 10 years is one that we are incredibly proud of.”

“We remain committed to our WA Government endorsed Gas Acceleration Strategy, which looks to fast track the exploitation of our discovered Reserve base and the proving up of additional Reserves across our Perth Basin assets, which include the Greater Erregulla gas fields, Walyering and Ocean Hill. With Walyering now online, and two near-term, large-scale projects tracking towards Final Investment Decisions, this strategy, if executed, will see Strike become a substantial contributor to the Western Australian energy system with the potential to create material value for shareholders.

“We also welcomed the changes to the WA domestic gas policy following the end of the reporting period. Strike will now augment its Gas Acceleration Strategy to seek to incorporate the opportunity to export 20% of its production until the end of 2030.”

“The pivot to integrated power at South Erregulla capitalises on the incremental value that gas to power projects can generate from the spark-spread during peak power prices and Western Australia’s capacity credit mechanism. Upon receiving confirmation of our minimum network access quantity, we look forward to taking a Final Investment Decision on the project and adding a new leg to our energy strategy and decarbonisation agenda.”

“Strike continued to demonstrate its Basin leading exploration success with discoveries at Walyering-7 and Erregulla Deep. The Walyering-7 discovery is scheduled to commence production prior to the end of the year and, on successful testing, Erregulla Deep has the opportunity to add additional Reserves and Resources to our portfolio.”

“We are poised for the commencement of what we see as a growing cashflow over the coming decade. Whilst never a straight line to success, Strike continues to adapt, learn and apply its resources and capabilities where it can see strong and long term returns to its shareholders. We continue to demonstrate that we are best in class explorationists, and we expect that, with every incremental project, we will deliver faster outcomes and better returns as Strike matures into a significant supplier of energy.”

This announcement is authorised for release by the Managing Director and Chief Executive Officer in accordance with the Company’s Continuous Disclosure Policy.

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Forward looking Statements

Statements contained in this release, including but not limited to those regarding the possible or assumed future costs, projected timeframes, performance, dividends, returns, revenue, exchange rates, potential growth of Strike, industry growth, commodity or price forecasts, or other projections and any estimated company earnings are or may be forward looking statements. Forward looking statements can generally be identified by the use of words such as 'project', 'foresee', 'plan', 'expect', 'budget', 'outlook', 'schedule', 'estimate', 'target', 'guidance', 'aim', 'intend', 'anticipate', 'believe', 'estimate', 'may', 'should', 'will' or similar expressions. Forward looking statements including all statements in this document regarding the outcomes of preliminary and definitive feasibility studies, projections, guidance on future earnings and estimates are provided as a general guide only and should not be relied upon as an indication or guarantee of future performance. These statements relate to future events and expectations and as such involve known and unknown risks and significant uncertainties, many of which are outside the control of Strike. Actual results, performance, actions and developments of Strike may differ materially from those expressed or implied by the forward-looking statements in this release. Such forward-looking statements speak only as of the date of this document. Refer to the risk factors set out in Talon Energy Limited's Scheme Booklet dated 3 November 2023 in relation to the acquisition by Strike Energy (through its wholly owned subsidiary) of all of the issued shares in Talon Energy by way of scheme of arrangement pursuant to Part 5.1 of the Corporations Act 2001 (Cth) for a summary of certain general, Strike Energy specific and acquisition specific risk factors that may affect Strike Energy. There can be no assurance that actual outcomes will not differ materially from these statements. Investors should consider the forward looking statements contained in this release in light of those disclosures. To the maximum extent permitted by law (including the ASX Listing Rules), Strike and any of its affiliates and their directors, officers, employees, agents, associates and advisers disclaim any obligations or undertaking to release any updates or revisions to the information in this document to reflect any change in expectations or assumptions; do not make any representation or warranty, express or implied, as to the accuracy, reliability or completeness of the information in this document, or likelihood of fulfilment of any forward-looking statement or any event or results expressed or implied in any forward-looking statement; and disclaim all responsibility and liability for these forward-looking statements (including, without limitation, liability for negligence). Nothing in this release will under any circumstances create an implication that there has been no change in the affairs of Strike since the date of this document.