

Operations Update – June 2022

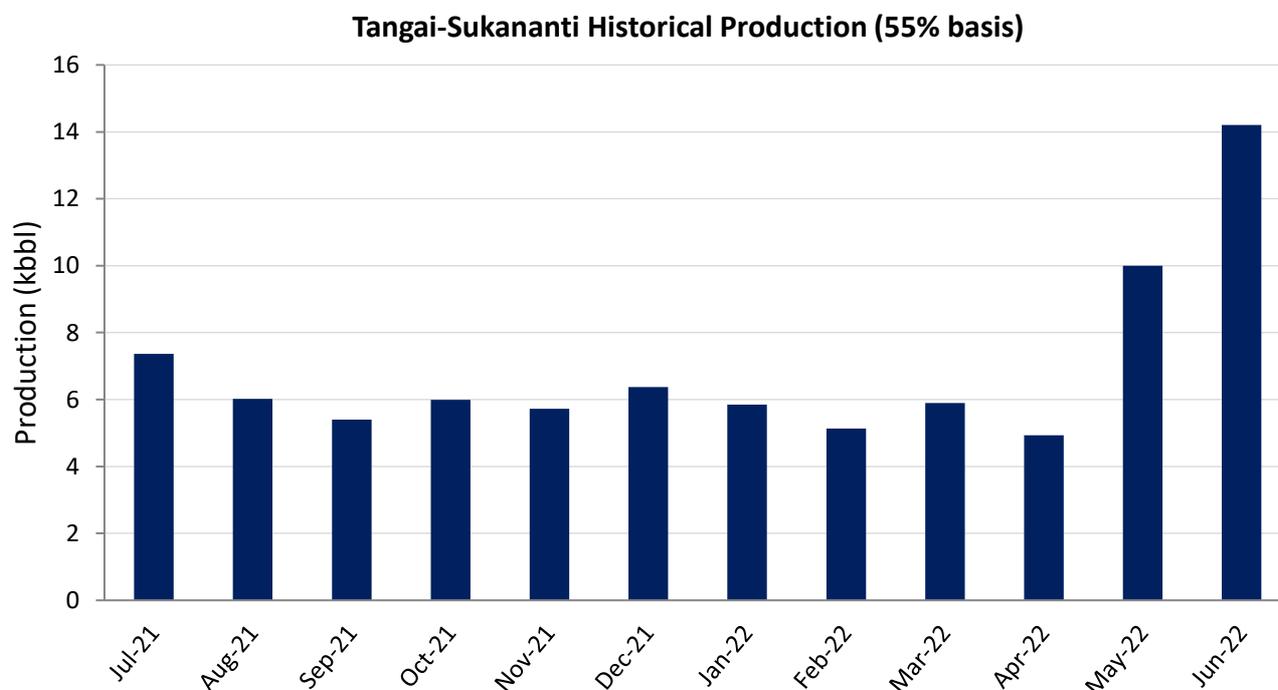
Tangai-5 Online and Producing ~750 bopd

Bass Oil Limited (ASX:BAS) (“Bass” or the “Company”) is an Australian-listed oil producer with a 55% Operator interest in the Tangai-Sukananti licence in the prolific South Sumatra Basin. As announced 12 July 2021 and 2 March 2022, Bass is in the process of acquiring a significant portfolio of tenements, which include production in the Cooper Basin, South Australia. The Company is debt free and committed to creating and maximising value, leveraging its competitive strengths, its team, operating capability, reputation, and relationships in both Australia and Indonesia.

Highlights

- Bass Oil Limited commissioned the Tangai-5 development well in mid-May 2022 which was ramped up to a production target of 750 bopd (JV share) during June 2022
- June 2022 daily KSO production averaged 861 bopd (JV share), representing a 47% increase on May 2022 production and 187% increase on April 2022 production
- Total JV oil production of 25,829 barrels (14,206 barrels net to Bass) with 25,187 barrels sold (13,853 barrels net to Bass) at an average realised oil price of US\$119.63 per barrel
- KSO production reached 1,000 bopd in late June 2022

Monthly Production and Sales:



Bass reports that production from the Company's Tangai-Sukananti Oil Field in Indonesia averaged 861 bopd (JV share) in June 2022, up 47% compared to May 2022, as production from the newly commissioned Tangai-5 well was ramped up from mid-May 2022.

Total field production for the month was 25,829 barrels of oil (JV share) and 25,187 barrels of oil were sold during the period. Bass' net production was 14,206 barrels of oil and the Company obtained sales receipts for 13,853 barrels of oil during the period.

The average monthly realised oil price for June was US\$119.63 per barrel, up from the monthly average oil price of US\$110.01 per barrel achieved in May 2022.

Production Operations

Average daily production increased significantly from 587 bopd in May 2022 to 861 bopd in June 2022 following the ramp up of production from the highly successful Tangai-5 well which was brought online 15 May 2022.

Bass continued to ramp up Tangai-5 production through till mid- to late-June 2022 where KSO production and export quantities reached maximum nameplate capacity of 1,000 bopd.

Corporate

On 29 June 2022, Bass announced that it had raised gross proceeds of \$599,614 from the Non-Renounceable Entitlement Offer announced on 26 May 2022 ("**Rights Issue**") and issued 13,324,765 new shares and 13,324,865 new listed BASO options on 29 June 2022. Peak Asset Management is acting as Lead Manager to the Rights Issue and has up to three months to place the shortfall.

Bass announced on 12 July 2021 and 2 March 2022 that it had executed separate conditional sale and purchase agreements with Cooper Energy Limited and Beach Energy Limited for the acquisition of eight Cooper Basin assets, including 100% interests in the producing Worrior and Padulla oil fields and interests in oil and gas exploration acreage, for total cash consideration of A\$1,300,000 and assumption of future restoration liabilities.

The portfolio has been assessed to contain a number of low-risk oil production enhancement opportunities including an ability to optimise existing wells and facilities and complete relatively low-cost well recompletions to lift production to 300-500 bopd and generate significant free cash flow within 3-6 months of Cooper Basin Transaction completion. In addition, the portfolio contains significant gas development and exploration upside which will be the focus of a thorough feasibility study in the near term. Rights Issue proceeds will fund completion of the Cooper Basin Transaction, production optimisation, development and exploration activities within the portfolio.

Further details of the Cooper Basin Transactions and project opportunities are contained in the ASX release titled 'Cooper Basin Strategy' released on 7 June 2022.

This announcement has been authorised for release by the Board of Directors of Bass Oil Limited.

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About Bass Oil Limited:

Bass Oil Limited (ASX:BAS) (www.bassoil.com.au) is an ASX-listed exploration and production company featuring low-cost onshore oil production in Indonesia and the Cooper Basin and a management and Board team with a proven track record in delivering shareholder value. Bass has realigned its corporate strategy and is currently progressing the landmark acquisition of an interest in the Worrior and Padulla oilfields along with several additional assets that exhibit material exploration potential.

As of December 2021, the Tangai-Sukananti KSO produced ~350 bopd from (55% JV share). Bass is building towards a substantial onshore Australian and Indonesian oil & gas business with a clear focus on executing opportunities in the Cooper Basin and expanding production in South Sumatra. Bass has a strong and committed shareholder base with the Board and management holding over 10% of the issued capital.

