



21 August 2020

HPR PURCHASES NEW TEXAS ROYALTY

Highlights

- **Further investment into established royalty income stream**
- **Increasing exposure to the US and specifically Texas**
- **Diversification of existing US portfolio**
- **Upside potential from additional wells**

High Peak Royalties Limited (ASX: HPR) (Company) is pleased to announce that it has paid a deposit to acquire a package of Over-Riding Royalties (ORRI) in Texas from TXO Production Corp for USD 175,000 (circa AUD 250,000). The asset is a package of Overriding Royalty Interests (ORRI) on 3 leases covering over 300 acres in Jackson County, Texas.

Current production of both oil and gas is from conventional wells in the proven Frio sandstones.

This acquisition is the first tangible result of a recent business development strategy focused on acquiring income producing royalties with significant upside potential at attractive price multiples.

The strategy was refreshed earlier this year following pricing volatility of oil and gas prices that signalled an opportunity for royalty acquisitions. The acquisition follows a desktop evaluation and due diligence of many marketed assets.

This asset was first marketed in May at much higher asking price. HPR's team progressed negotiations to successfully acquire the asset at the final discounted price and expands the Company's producing royalty portfolio.

The acquisition confirms the capability of the HPR organisation to identify, evaluate and complete acquisition of producing royalties. The team includes Howard McLaughlin, a former HPR Director who is resident in Dallas and is familiar with the local geology, and able to represent HPR in Texas, in person and in the relevant time zone. Two of the HPR Directors have experience of operating in Texas.

The Company continues to monitor the global royalty market for further opportunities.

This announcement was approved for release by the full Board of Directors.

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Chief Financial Officer | Company Secretary



ABOUT HIGH PEAK ROYALTIES LIMITED

High Peak Royalties Ltd (ASX:"HPR") is building a portfolio of diversified high value resource royalties around the world. In the current climate, High Peak is looking to partner with capable operators to secure royalties over high value producing assets and leverage our capital and structuring expertise.

The company's portfolio includes:

Permit / Location	Royalty Interest (%)	Operated By
PL 171 and ATP 574P	2.50	Queensland Gas/BG Group/ Shell
ATP 299P Petroleum Leases: PL29, PL38, PL39, PL52, PL57, PL95, PL169, PL170, PL293, PL294, PL295 and PL298	3.6/4.0	Santos
Peat Gas Field (PL101)	2.13	Origin Energy
Surprise Oil Field (PL6)	1.00	Central Petroleum
Longtom Gas Field (VIC/L29)	0.30	Seven Group Holdings
WA-314-P	0.10	Karoon Gas
WA-315-P	0.10	ConocoPhillips
EP(A)111, EP115, EP(A)120 and EP(A) 124	1.00	Central Petroleum
EP112, EP115NM and EP125	1.00	Santos
WA-482-P	0.20	Santos
EP156 and EP(A)155	2.00	Mosman Oil and Gas
Planet Gas USA Inc. Royalties	3.00	Empire Energy/Mai Oil
United States (East Texas, Permian and Texas Gulf Coast Basins)	0.20 to 0.40	Sabine Oil and Gas, Pioneer Natural Resources and Wagner Oil Company
United States (East Texas)	1.00	Silver Tusk and New Century Operating
Weeks Petroleum Royalty (Gippsland Basin) indirect interest via 10.68% shareholding in Royalco Resources (ASX: RCO)	0.0025	ExxonMobil

Licence/Location	Ownership %	Approximate Area in km ²
GEL 571 South Australia	100	1,845.23
GEL 572 South Australia	100	1,764.20
GEL 573 South Australia	100	1,180.49
GEL 574 South Australia	100	1,139.26