

# Successful \$30m placement accelerates momentum across Strike's integrated developments

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- Strike has received binding commitments to raise \$30 million (before costs) through a strongly supported placement from local and international institutional, professional and sophisticated investors.
  - The funding procured supports Strike to:
    - deliver first (free) cashflows and commence gas production at the Walyering gas field;
    - grow Strike's domestic gas business via the West Erregulla gas project;
    - secure strategic land at the Precinct and increase the urgency and momentum at the nationally significant Project Haber through:
      - submission of environmental approvals
      - award of front-end engineering and design (FEED)
      - finalisation of formal offtake agreement with Koch Fertilizers;
      - attract renewable and carbon farming infrastructure developers; and
      - securing of 2023 drilling campaign via long lead item acquisition to in turn maximise the South Erregulla Reserves and facilitate successful financing.
    - Undertake critical seismic activities throughout Strike's attractive Perth Basin acreage.
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Strike Energy Limited (Strike - ASX: STX) is pleased to announce that it has received binding commitments from new and existing local and international institutional, professional and sophisticated investors to successfully raise gross proceeds of \$30 million by way of a placement of new fully paid ordinary shares (New Shares and Placement).

**Strike's Managing Director & CEO, Stuart Nicholls, said:**

*"This timely capital injection allows Strike to accelerate the momentum at its transformational Project Haber fertiliser development whilst the pre-FID financing processes move towards conclusion. The timing of this additional capital also provides resilience to the balance sheet during the construction and commissioning of the Company's first gas field development at Walyering. These two projects are imperatives for Strike to provide both the fastest path to free cashflow and to maximise the value of the Company's enormous natural gas endowment via the long term value of Haber."*

“With flowtests, gas contracts, approvals, and construction landmarks in the near-term horizon, Strike offers a milestone rich and highly attractive growth story to its shareholders.

“After a string of incomparable consecutive results and successes, I have never been surer that we have the assets, the people and the strategy to realise our truly unique vision and I welcome our new high-quality institutions to the register in what will be an exciting journey ahead”.

Milestone Summary	Q3/22	Q4/22	Q1/23
 <b>Domestic Gas</b>	<b>Walyering</b> <ul style="list-style-type: none"> <li>Gas &amp; Condensate Contracts</li> </ul>	<b>Walyering</b> <ul style="list-style-type: none"> <li>Debt Conversion to PF</li> <li>Construction &amp; Commissioning</li> </ul> <b>West Erregulla</b> <ul style="list-style-type: none"> <li>Environmental Approvals</li> <li>Project Level Financing</li> <li>Development Decision</li> </ul>	<b>Walyering</b> <ul style="list-style-type: none"> <li>Production Operations</li> </ul> <b>West Erregulla</b> <ul style="list-style-type: none"> <li>Procurement &amp; Construction</li> </ul>
 <b>Fertilisers</b>	<b>South Erregulla</b> <ul style="list-style-type: none"> <li>Wagina Flow Testing</li> </ul> <b>Project Haber</b> <ul style="list-style-type: none"> <li>FEED Award</li> <li>Technology Licensing</li> <li>Environmental Submissions</li> </ul>	<b>South Erregulla</b> <ul style="list-style-type: none"> <li>Rig Contract</li> </ul> <b>Project Haber</b> <ul style="list-style-type: none"> <li>Pre-FID Financing</li> </ul>	<b>Project Haber</b> <ul style="list-style-type: none"> <li>Koch Contract to Binding</li> </ul>

\* All milestones, including timing, are targets and remain contingent on securing various approvals, financing, reserve delineation (where applicable) and other key project deliverables which may or may not be in Strike’s control. Refer to Important Notices at the end of this release.

The Company will issue 127,659,575 New Shares at an issue price of \$0.235 per share to raise gross proceeds of \$30 million (before costs).

The New Shares will be issued within the Company’s placement capacity under ASX Listing Rule 7.1 and without disclosure in accordance with Chapter 6D of the Corporations Act. The Placement is not subject to shareholder approval and the New Shares will rank equally with the Company’s existing fully paid ordinary shares.

The New Shares issued under the Placement are expected to be issued on Monday, 12 September 2022.

Euroz Hartleys Limited and Bell Potter Securities Limited acted as Joint Lead Managers to the Placement.

### Use of Proceeds

The capital raised pursuant to the Placement will be used to deliver:

- The Mid West Low Carbon Manufacturing Precinct freehold land - \$7.7 million
- Project Haber and South Erregulla drilling - \$17 million; and
- General working capital and corporate purposes.

Further information regarding the activities to which the Placement will fund is set out in detail in the presentation released to ASX on 23 August 2022 titled “Euroz Hartleys Quarterly Energy Series”.

All dollar amounts in this announcement are in Australian dollars unless otherwise indicated.

Following the release of this announcement, the Company requests that trading in its securities be reinstated.



This announcement is authorised by Stuart Nicholls, Managing Director & Chief Executive Officer of Strike in accordance with the Company's Continuous Disclosure Policy.

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### **Important Notices**

#### **Not an offer in the United States**

This announcement may not be released to US wire services or distributed in the United States. This announcement does not constitute an offer to sell, or a solicitation of an offer to buy, any securities in the United States or any other jurisdiction in which such an offer would be illegal. Any securities described in this announcement have not been, and will not be, registered under the US Securities Act of 1933 or the securities laws of any state or other jurisdiction of the United States. Accordingly, such securities may not be offered or sold in the United States except in transactions exempt from, or not subject to, the registration requirements of the US Securities Act and applicable US state securities laws.

#### **Forward looking statements**

Statements contained in this release are or may be forward looking statements. All statements in this release regarding the outcomes of preliminary and definitive feasibility studies, projections 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 Energy 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 release. Refer to the 'Summary of Key Risks' section of the release titled "Equity Raising and Corporate Update April 2021" released to ASX on 15 April 2021 for a summary of certain general, Strike specific and acquisition specific risk factors that may affect Strike. There can be no assurance that actual outcomes will not differ materially from these statements. A number of important factors could cause actual results or performance to differ materially from the forward-looking statements, including the risk factors set out in the aforementioned ASX release. 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 document will under any circumstances create an implication that there has been no change in the affairs of Strike since the date of this release.