

Innamincka – Yarrow 3 Gas Well Drilling Commences

HIGHLIGHTS

- **Yarrow 3 Gas Well drilling has commenced**
- **Activity to test the extent of the gas accumulation funded by Santos**
- **Yarrow has been estimated to have a 2C contingent resource of 18BCF**
- **Pipeline route approved**

Australian Oil and Gas explorer and developer, Red Sky Energy (ROG: ASX) (Red Sky or the Company) is pleased to provide notification on the current progress with the Yarrow well at the Innamincka Projects (Innamincka).

Commenting on the progress, Red Sky Managing Director, Andrew Knox, said:

“Red Sky is pleased that the Yarrow 3 gas well has commenced drilling last night. The activity aims to test the extent of the gas accumulation at the Yarrow gas field, and we look forward to providing the results once received.”

Innamincka Projects

Santos Limited (ASX:STO) has advised it mobilised a rig and commenced drilling at Yarrow on Thursday 15 September 2022. The planned well total depth is approximately 2,700m and is expected to take two weeks to drill. Red Sky is free carried through the drilling of this well up to a cap of \$3 million.

Yarrow has been estimated to have a 2C contingent resource of 18BCF. A further 20BCF 2C of associated gas is estimated at the Flax oil field 8km to the south east of Yarrow ([see ROG ASX announcement 6 May 2019](#)). Yarrow 3 is an appraisal gas well targeting the Tirrawarra sandstone as primary objective and the Patchawarra formation as secondary objective. Tested at Yarrow 1, the Tirrawarra sandstone was shown to flow gas to surface. The aim of the Yarrow 3 appraisal well is to test the extent of the gas accumulation.

A pipeline of approximately 18km would potentially be built to tie into the grid at Napowie to the south of the Yarrow gas field.

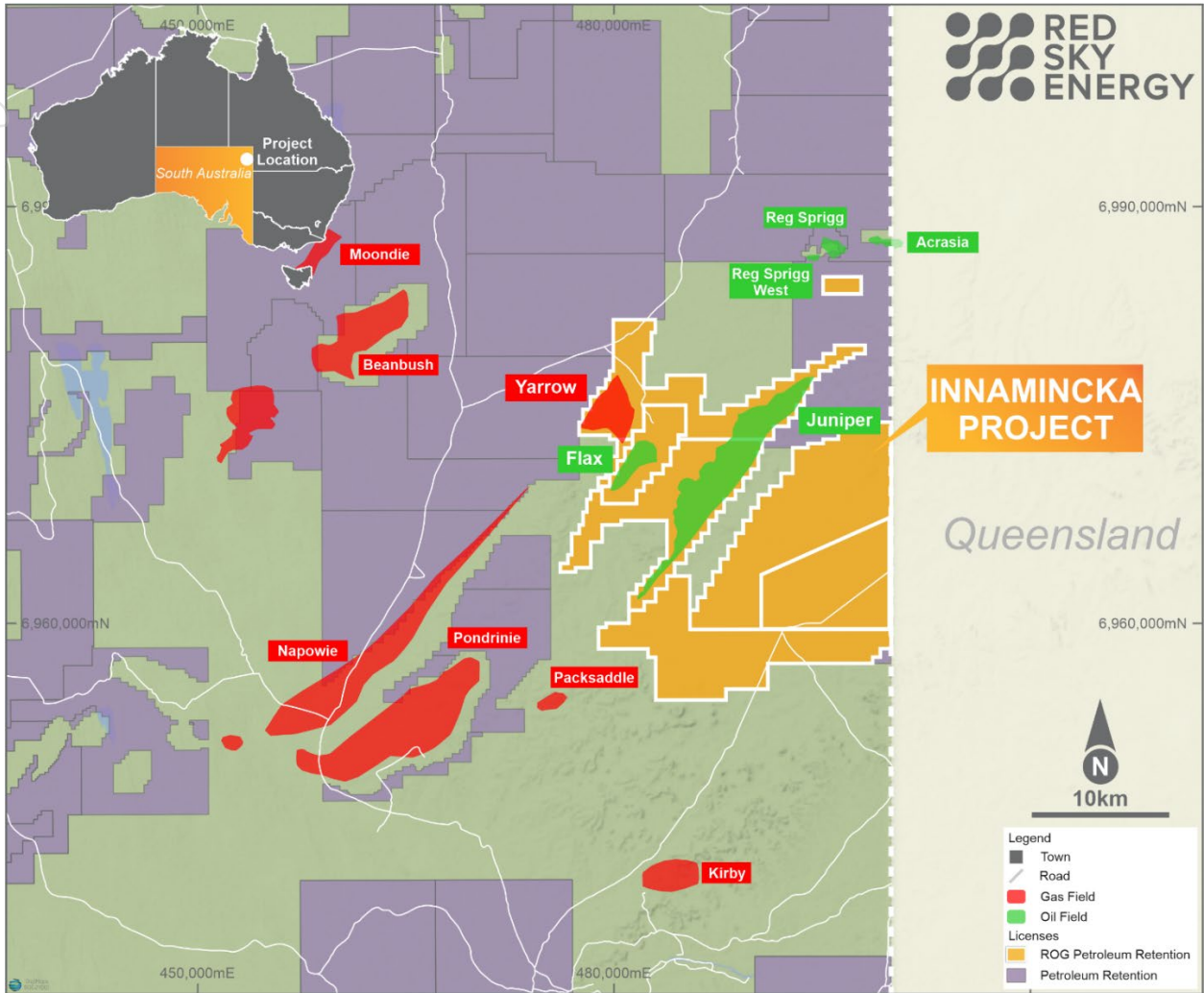


Figure 1: Innamincka Projects location map



Figure 2: Yarrow Well activity at Innamincka Project - 15 September 2022

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-ENDS-

Released with the authority of the board.

For further information on the Company and our projects, please visit:

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Some of the more important of these risks, expectations and uncertainties are pricing and production levels from the properties in which the Company has interests and the extent of the recoverable reserves at those properties. In addition, the Company has a number of exploration permits. Exploration for oil and gas is expensive, speculative and subject to a wide range of risks. Individual investors should consider these matters in light of the personal circumstances (including financial and taxation affairs) and seek professional advice from their accountant, lawyer or other professional advisor as to the suitability for them of an investment in the Company.