

Half Year Report 1H FY24

personnel use only



Ocean Hill 3D underway

Summary information

This presentation contains summary information and statements about Strike Energy Limited (ASX:STX) (**Strike**), its subsidiaries and their respective activities, which is current as at the date of this presentation (unless otherwise indicated).

The information in this presentation is general in nature and does not purport to be exhaustive. For example, this presentation does not purport to contain all of the information that investors may require in evaluating a possible investment in Strike. It has been prepared by Strike with due care but no representation or warranty, express or implied, is provided by Strike in relation to the currency, accuracy, reliability, fairness or completeness of the information, opinions or conclusions in this presentation.

This presentation should be read in conjunction with Strike's other periodic and continuous disclosure announcements lodged with the Australian Securities Exchange (**ASX**), which are available on the ASX website (at www.asx.com.au) and the Strike website (at www.strikeenergy.com.au).

No person other than Strike has authorised or caused the issue, release, submission, distribution or provision of this presentation, or takes any responsibility for, or makes or purports to make, any statements, representations or undertakings in this presentation. Strike, to the maximum extent permitted by law, expressly excludes and disclaims all liability (including, without limitation, any liability arising out of fault or negligence on the part of any person) for any direct, indirect, consequential or contingent loss or damage, or for any costs or expenses, arising from the use of this presentation or its contents or otherwise arising in connection with it. Strike does not make any representations or warranties (express or implied) to you about the currency, accuracy, reliability or completeness of the information, opinions and conclusions in this presentation (including, without limitation, any financial information, any estimates or projections and any other financial information).

Not an offer, and not investment or financial product advice

This presentation is not a prospectus, product disclosure statement or other disclosure document under the Corporations Act, or other offering document under Australian law or any other law. This presentation has not been lodged with the Australian Securities and Investments Commission. This presentation, and the information contained in it, is provided for information purposes only and is not an offer or solicitation or an invitation or recommendation to subscribe for, acquire or buy securities of Strike, or any other financial products or securities, in any place or jurisdiction.

This presentation may not be released to US wire services or distributed in the United States. This presentation does not constitute an offer to sell, or the solicitation of an offer to buy, any securities in the United States or any other jurisdiction in which such an offer would be unlawful. The securities referred to in this document have not been, and will not be, registered under the US Securities Act of 1933 (**US Securities Act**) and 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.

This presentation, and the information provided in it, does not constitute, and is not intended to constitute, financial product or investment advice (nor tax, accounting or legal advice) or a recommendation to acquire any securities of Strike. It has been prepared without taking into account the objectives, financial or tax situation or particular needs of any individual. Any investment decision, should be made based solely upon appropriate due diligence and other inquiries. Before making any investment decision, investors should consider the appropriateness of the information having regard to their own objectives, financial and tax situation and needs and seek professional advice from their legal, financial, taxation or other independent adviser (having regard to the requirements of all relevant jurisdictions). Strike is not licensed to provide financial product advice in respect of an investment in securities, and do not purport to give advice of any nature. An investment in any listed company, including Strike, is subject to risks of loss of income and capital.

Past performance

Past performance metrics and figures, as well as pro forma financial information, included in this presentation are given for illustrative purposes only and should not be relied upon as (and are not) an indication of Strike's views on Strike's future financial performance or condition or prospects (including on a consolidated basis). Investors should note that past performance of Strike, including in relation to the historical trading price of shares, production, reserves and resources, costs and other historical financial information cannot be relied upon as an indicator of (and provide no guidance, assurance or guarantee as to) future performance, including the future trading price of shares. The historical information included in this presentation is, or is based on, information that has previously been released to the market.

Investment risk

As noted above, an investment in shares in Strike is subject to investment and other known and unknown risks, some of which are beyond the control of Strike. These risks, together with other general risks applicable to all investments in listed securities not specifically referred to, may affect the value of shares in Strike in the future. Strike does not guarantee any particular rate of return or the performance of Strike, nor guarantee the repayment of capital from Strike, or any particular tax treatment. When making any investment decision, investors should make their own enquires and investigations regarding all information in this presentation, including but not limited to the assumptions, uncertainties and contingencies which may affect future operations of Strike, and the impact that different future outcomes may have on Strike. 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.

Production

~2 PJ_e

(Walyering asset gross)



Sales

~\$15m

(Walyering asset gross)



Prod Costs

51¢ GJ



Contracts Secured

44.4 PJ



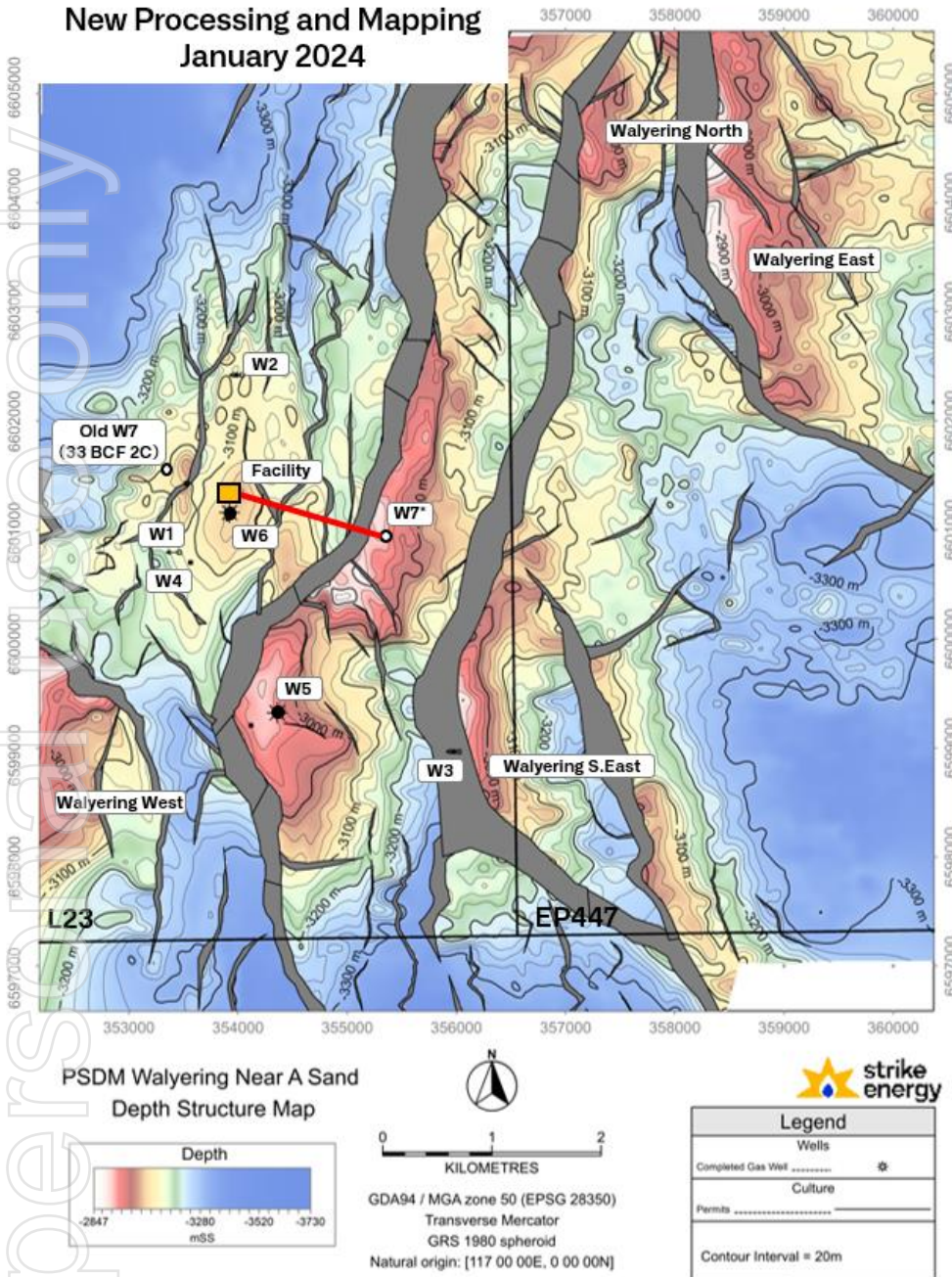
Completed Acquisition of Talon



Built & commissioned Walyering for less than \$0.9m per TJ/d of capacity



New Processing and Mapping January 2024



- Walyering performance has been excellent.
- Subsurface performance is currently tracking 2P Reserves case.
- Availability of the facility has been top quartile >97%.
- Utilisation (above firm of 24 TJ/d) has been constrained by customers infrastructure, PGP market size and where alternate customers are in their contracting cycle.

Walyering CY24 Priorities & Targets

1

Maximise production through maintaining reliability and increasing market share on PGP and connecting to DBNGP

2

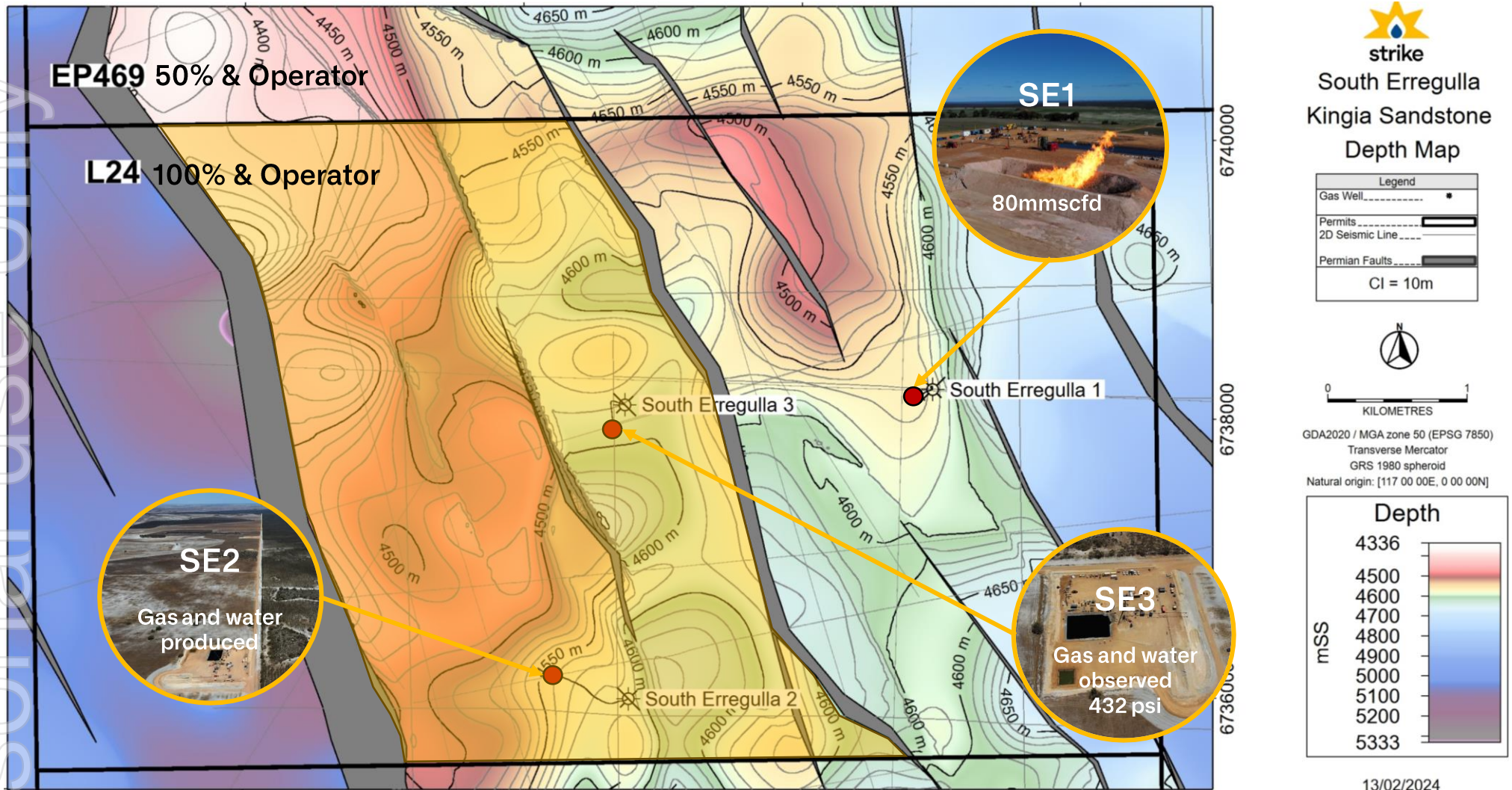
Add new Reserves via Appraisal drilling (W7 in Apr)

3

Unlock 'low to no cost' plant capacity (target 40 TJ/d)

4

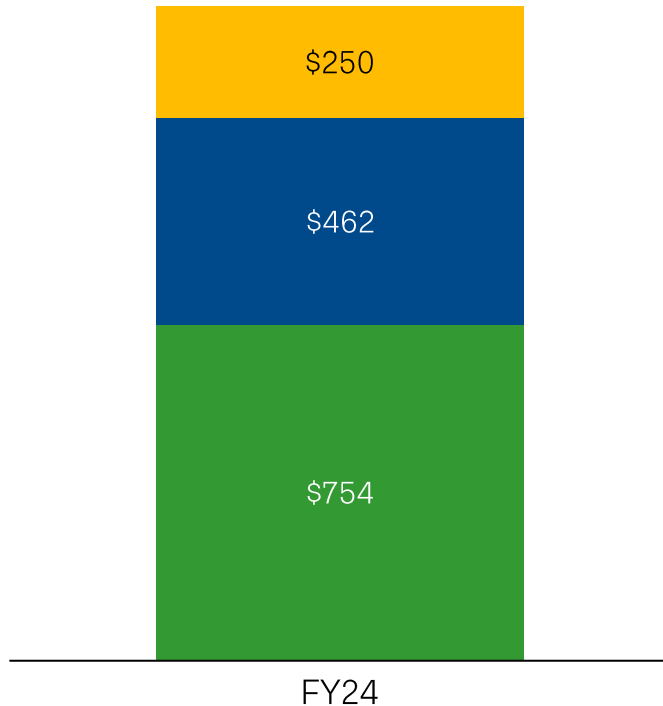
Nearfield exploration drilling (W. East) and expand infrastructure



Remaining South Erregulla Reserves and Resources under review post unsuccessful flow testing at SE2 & 3. Development options are being studied to maximise value of discovered and tested gas.

~\$1.5 million target cost out across the Company

\$k p.a.



- Corporate Costs
- Pre-FID Development Costs
- Walyering Production Costs

Targeting the reduction of Strike 100% costs of ~\$1.5 million p.a. by end FY24

1. Corporate Costs

- Reduction of corporate services.
- Increasing internal capability, through in-housing external consultant responsibilities.

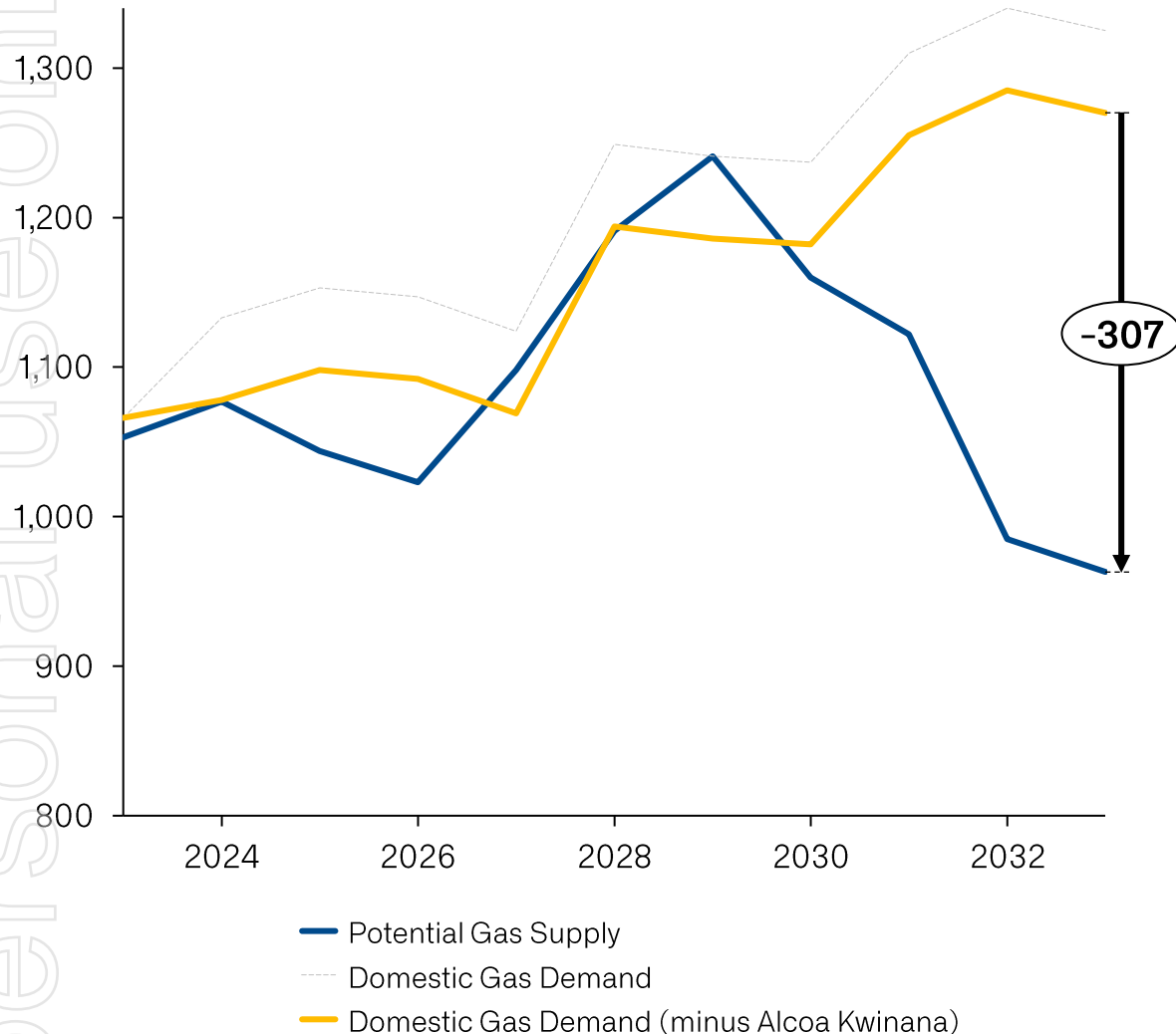
2. Development Costs

- Development strategy clarity of the West Erregulla gas field has reduced requirements to run several alternative development concepts in parallel.
- Maximising internal Engineering capability and reducing reliance on externals.

3. Walyering Production Costs

- Moving facility to partially unmanned.
- Optimising chemical handling and storage.
- Reducing of transport and accommodation costs and services.

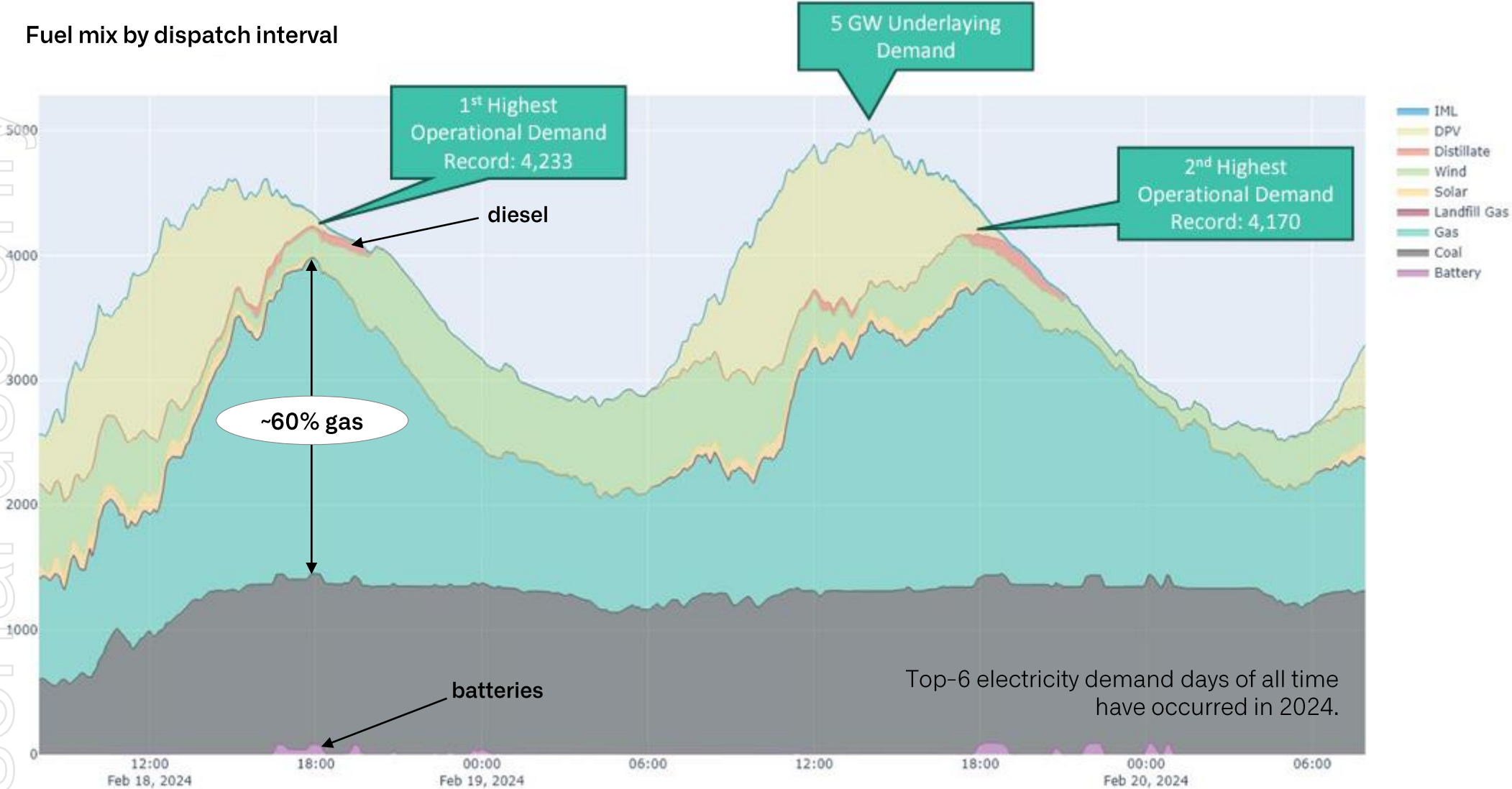
Potential WA Gas Supply & Demand Forecast
GSOO 2023 (TJ/d)



- AEMO GSOO 2023 released showing in and out of supply deficit '23-29, even with planned Alcoa Kwinana closure.
- WA spot gas prices traded on average \$10/GJ during the half.
- DMIRS announced that 2023 was the lowest year for gas exploration in the State of WA for the last 25 years.
- WA domestic gas policy enquiry is ongoing with substantial rhetoric from Premier and the reviewing Committee with regards to looking at the LNG export ban for onshore gas¹.

1. Citing commentary from the Premier, Hon Roger Cook MLA, reported in The West Australian on January 11, which highlighted that a decision on lifting WA's ban on the export of onshore gas is expected by the middle of the year.

Fuel mix by dispatch interval



New records in WA electricity demand are being set frequently with gas fired electricity having to fill hole when prices are reaching ~\$740 MW/hr

2024 Investment Highlights

1. 100% operated position with substantial Reserves & Resources

- Substantial uncontracted Reserves
- >3,000 km² of acreage and more than 25 prospects and leads diversified across both Permian and Jurassic acreage

2. Domestic gas producer generating low cost cashflows

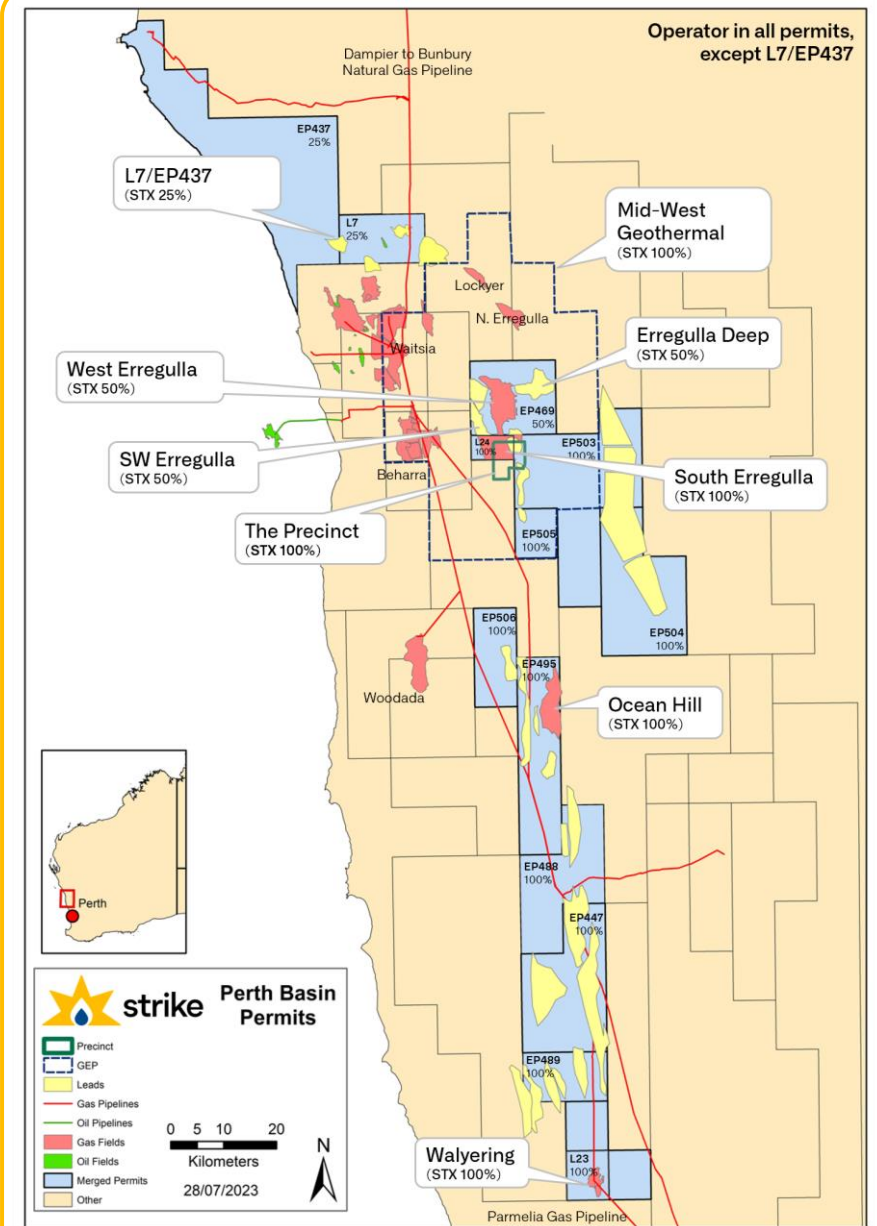
- 1H FY23 generated gross ~\$15m in cashflow from Walyering¹
- Production costs of only \$0.5 GJ
- Walyering reached above nameplate production record on the 6th of Feb at 34 TJ & 275 bbls of condensate
- Average sales for February of 26 TJ/d

3. Govt supported gas acceleration strategy

- Targeting up to four sources of gas online by 2026²
- Well capitalised with ~\$114m of cash and undrawn debt with ongoing cash generation and only \$19m of drawn debt as at Q4/23
- Government domgas policy review and potential opportunity for stimulus if LNG export policy is relaxed

4. Catalyst rich

- Walyering: Appraisal drilling in Q2, with potential production increase
- West Erregulla: ED1 in 1H CY24 with development decision targeting 2H CY24
- Ocean Hill: 3D seismic acquisition ongoing, with contingent appraisal drilling in Q4
- South Erregulla: Reserves review & Development Plan in 1H CY24



Notes to map: Area marked "Mid West Geothermal" represents area of Geothermal Exploration Permit under application (not granted).

1. Gross to asset. Strike share is at 55% equity until 27 Dec 2023.

2. Subject to, among other things, outcome of South Erregulla reserves and resources review and update, Walyering and Ocean Hill appraisal results, rig and construction procurement and, where required, project financing and joint venture processes.

personal use only



Central to WA's energy transition

Q&A



Forward looking statements

This presentation contains forward looking statements about Strike. Often, but not always, forward looking statements can be identified by the use of forward looking words such as “may”, “will”, “expect”, “intend”, “plan”, “estimate”, “anticipate”, “continue”, and “guidance”, or other similar words and may include, without limitation, statements in this presentation regarding intent, belief, expectations, plans, strategies and objectives of management, indications of and guidance on synergies, future earnings or financial position or performance, future acquisitions, anticipated production rates or construction commencement dates, costs or production outputs for each of Strike and the future operation of Strike. Strike does not make any representation or warranty as to the currency, accuracy, reliability or completeness of any forward-looking statements contained in this presentation.

To the extent that this presentation materials contains forward looking information, the forward-looking information is subject to a number of risks, including those generally associated with the gas industry more broadly. Any such forward looking statement inherently involves known and unknown risks, uncertainties and other factors that may cause actual results, performance and achievements to be materially greater or less than estimated. These may include, but are not limited to, changes in commodity prices, foreign exchange fluctuations and general economic conditions, increased costs and demand for production inputs, the speculative nature of exploration and project development (including the risks of obtaining necessary licenses and permits and diminishing quantities or grades of reserves), political and social risks, changes to the regulatory framework within which Strike operate or may in the future operate, environmental conditions including extreme weather conditions, geological and geotechnical events, and other environmental issues, the recruitment and retention of key personnel, industrial relations issues, litigation and outbreaks of disease or pandemics (including the continuation or escalation of the global COVID-19 pandemic).

Any such forward looking statements are based on assumptions, qualifications and contingencies which are subject to change and which may ultimately prove to be materially incorrect, as are statements about market and industry trends, which are based on interpretations of current market conditions. Investors should consider any forward-looking statements contained in this presentation in light of such matters (and their inherent uncertainty) and not place reliance on such statements.

Forward looking statements are not guarantees or predictions of future performance and may involve significant elements of subjective judgment, assumptions as to future events that may not be correct, known and unknown risks, uncertainties and other factors, many of which are outside the control of Strike. Any forward-looking statements are based on information available to Strike as at the date of this presentation. Except as required by law or regulation (including the ASX Listing Rules), Strike and its directors, officers, employees, advisers, agents and other intermediaries disclaim any obligation or undertaking to provide any additional or updated information, whether as a result of new information, future events or results or otherwise (including to reflect any change in expectations or assumptions).

Nothing in this presentation will, under any circumstances (including by reason of this presentation remaining available and not being superseded or replaced by any other presentation or publication with respect to Strike or any other matter the subject matter of this presentation), create an implication that there has been no change in the affairs of Strike since the date of this presentation.