

Metgasco Announces Partially Underwritten Entitlement Offer

- **Metgasco announces a partially underwritten non-renounceable pro-rata entitlement offer to eligible shareholders to raise up to \$750,000 (before costs)**
- **The offer provides eligible shareholders the opportunity to subscribe for one new share for every 3.89 existing shares held on the record date**
- **Funds raised will be predominantly used to meet costs of a production uplift program targeting near term returns by optimising Odin and Vali field gas flow rates and cash generation**

Metgasco Ltd (**ASX: MEL**) (**Metgasco** or **the Company**) is pleased to announce that it is conducting a capital raising of up to approximately \$750,000 (before costs) through a partially underwritten non-renounceable entitlement offer to eligible shareholders to fund increased production and cash generation early Q3 CY25 through execution of a Production Uplift Program. The program is expected to increase gas production from the Odin and Vali gas fields through scale management measures at the Odin gas field and the addition of gas production from the Toolachee Formation at the Vali gas field.

Initial measures to remove the accumulated scale at Odin-1 in September 2024 resulted in raw gas production from the field increasing from 1.4 MMscfd to over 3.0 MMscfd. The uplift program will investigate and most likely perform similar scale removal operations on the Odin wells and determine if there are other opportunities to remove scale in the Vali wells. The commencement of production of gas flow from the Toolachee Formation in all three Vali wells is to be pursued, where production hitherto has been restricted to the Patchawarra Formation. The capital raising of \$0.75M will predominantly fund the conduct of these operations and provide additional working capital.

Key terms of Offer

The Company is undertaking a non-renounceable entitlement offer of one (1) new fully paid ordinary share in the Company (**New Shares**) for every 3.89 existing fully paid ordinary shares in the Company (**Shares**) held by eligible shareholders as at 7.00pm (AEST) on Wednesday, 14 May 2025 (**Record Date**) of up to approximately 375,000,000 New Shares (subject to rounding) at an offer price of \$0.002 (0.2 of a cent) per New Share to raise up to approximately \$750,000 before costs (**Offer**).

The Offer will be made to existing shareholders as at the Record Date with a registered address in Australia, Switzerland, China, Fiji, United Kingdom, Hong Kong, Malaysia, Netherlands, Papua New Guinea, Portugal, Singapore and New Zealand (**Eligible Shareholders**).

The Offer will open on Friday, 16 May 2025 and close at 5pm (AEST) on Tuesday, 27 May 2025 (unless extended). The Offer is made pursuant to section 708AA of the *Corporations Act 2001* (Cth) (**Corporations Act**) without the issue of a prospectus or disclosure document under Chapter 6D of the Corporations Act. The Offer will not affect the Company's current ASX Listing Rule 7.1 capacity. Shareholder approval is not required to conduct the Offer.

Shareholders who subscribe for their full entitlement under the Offer will also be able to apply for additional shares at the same price (**Top Up Offer**). The Company reserves the right to scale back any applications for additional shares under the Top Up Offer in its absolute discretion.

The New Shares will be fully paid ordinary shares, which will rank equally with the Company's existing issued shares and the Company will make an application to the ASX for the official quotation of the New Shares.

The table below sets out, for illustrative purposes only, the existing capital structure of the Company (before the Offer) together with the impact of the issue of the New Shares under the Offer. It assumes that no existing options are exercised prior to the Record Date.

Existing Shares on issue	1,457,586,745
Existing options on issue	81,000,000
Maximum number of New Shares issued (subject to rounding)	375,000,000
Maximum proceeds (before costs)	Approximately \$750,000
Maximum number of Shares on completion of the Offer (subject to rounding)	1,832,586,745
Maximum number of options on issue on completion of the Offer	81,000,000

Further details of the Offer will be made available in an Offer Booklet to be lodged with the ASX and dispatched to Eligible Shareholders on or around Friday, 16 May 2025.

Partial underwriting

PAC Partners Securities Pty Ltd ACN 623 653 912 (**Pac Partners** or **Underwriter**) has been appointed as Lead Manager to the Offer. The Offer is partially underwritten by PAC Partners pursuant to an underwriting agreement between the Company and the Underwriter entered on or around the date of this announcement (**Underwriting Agreement**). If there remains any shortfall after allocations under the Offer and the Top Up Offer, the Underwriter will subscribe or procure subscriptions for the shortfall in accordance with the terms of the Underwriting Agreement, up to the maximum underwritten amount of \$375,000, representing 50% of the New Shares.

PAC Partners has entered into a sub-underwriting arrangement with Glennon Small Companies Ltd, which is an existing substantial shareholder of the Company and an associated entity of a Director of the Company, Michael Glennon. As at the date of this notice, Michael Glennon has an interest in 216,541,308 Shares, representing approximately 14.9% of the Shares on issue. In the unlikely event that no other existing shareholders participate in the Offer, Michael Glennon's relevant interest in the Company may increase to a maximum of 24.56% as a result of his participation in the Offer and sub-underwriting arrangements.

Use of funds

An indicative use of funds raised from the Offer is set out below:

Description	A\$
Fund Vali and Odin production uplift	\$475,000
Working capital	\$200,000
Costs of the Offer	\$75,000
Total	\$750,000

Timetable

The following is an indicative timetable for the Offer:

Event¹	Date
Record Date	7.00pm AEST on Wednesday, 14 May 2025
Opening Date of Offer Dispatch of Offer Booklet	Friday, 16 May 2025
Closing Date of Offer (unless extended)	5.00pm AEST on Tuesday, 27 May 2025
Announcement of results of Offer (including the shortfall, if any)	Monday, 2 June 2025
Allotment and issue of New Shares under Offer	Prior to 12pm (AEST), Monday, 2 June 2025
Expected normal trading of New Shares under Offer	Tuesday, 3 June 2025

1. Dates / times are indicative and subject to change. All times / dates are in reference to Australian Eastern Standard Time

This ASX announcement was approved and authorised for release by the Board.

For further information contact:

Ken Aitken
Managing Director
+ 61 8 9463 2463
ken.aitken@metgasco.com.au

Metgasco Ltd ACN 088 196 383
Level 3, 88 William Street, Perth, WA 6000
+61 8 9463 2463
info@metgasco.com.au
www.metgasco.com.au

About Metgasco

Metgasco Limited (ASX:MEL) is a growing onshore Australia-focussed oil and gas exploration and production company with a 25% non-operated interest in licences located within the following two gas producing fields located in the Southern Flank of the Cooper Eromanga Basin:

- The Odin gas field, which straddles the South Australia-Queensland border
- The Vali gas field, which is located in Queensland, adjacent to the Queensland-South Australia border.

The company has progressed appraisal drilling and production programs for these assets to point where Metgasco now generates sales revenue from gas and gas liquids produced from its Cooper Basin portfolio via long term gas contracts to blue chip gas customers. The joint venture owning these assets has approved a low cost well intervention program which is anticipated to significantly increase current gas production to existing gas customers and associated revenue. The potential revenue generated will enable the staged appraisal and development of c 36.55PJ^e* of 2P reserves to an undersupplied East Coast Gas market. The licences have multiple additional oil and gas exploration targets, which if successful, can be developed rapidly via existing production infrastructure.

Metgasco has successfully transitioned from being a pure oil and gas explorer to a producer, it continues to examine ways to further grow its business. These possibilities include both opportunities to acquire additional value-accretive exploration- and production-stage oil and gas assets, and potential new areas of business consistent with the Company's strategic objectives.

To learn more, please visit: www.metgasco.com.au/