



11 October 2022

Australian Securities Exchange
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

\$1.2M PLACEMENT TO FUND HYDROGEN, PEP 11 GAS and CARBON CAPTURE STORAGE STRATEGY

HIGHLIGHTS

- **Binding commitments received to raise \$1.196 million through a strongly supported Placement at \$0.018 per share**
- **BPH now well-funded to pursue the next phase of its investment in Hydrogen and proposed PEP 11 Gas and Carbon Capture Storage project at Baleen (Offshore Newcastle NSW), a project of potential national significance**
- **Significant interest in PEP 11 is driven by the gas market dynamics, especially the forecast shortages in gas supply on Australia's East coast**
- **BPH investment positioned to address gas shortages and objective of net zero emissions targets upon successful development of PEP 11 subject to resolution of the judicial review application in the Federal Court of Australia in relation to the extension of the Permit.**
- **Placement participants will receive one (1) Attaching Option for every one (1) New Shares subscribed for under the Placement, exercisable at \$0.03 per share, expiring 30 September 2024. The options will be listed subject to ASX requirements being met.**
- **BPH investee Advent Energy subsidiary Asset Energy is continuing its judicial review proceedings in the Federal Court of Australia against the Commonwealth-New South Wales Offshore Petroleum Joint Authority. The proceedings concern whether the decision of the Joint Authority to reject Asset Energy's application for a variation and suspension of the work conditions and an extension of term of PEP 11 was ineffective on the basis of: (i) apprehended bias on the part of the former Prime Minister; and (ii) that Asset was denied procedural fairness when its application was considered. Asset has received a bundle of documents from the Commonwealth relating to the decision. Asset has also made a submission to the inquiry being conducted by former Justice of the High Court of Australia, Hon Justice Bell AC into the appointment of the former Prime Minister to administer departments other than the Department of the Prime Minister and Cabinet and related matters.**

BPH Energy Limited (ASX: BPH) ("BPH" or "Company") is pleased to announce that it has received binding commitments to raise approximately \$1.196 million (before costs) ("Placement"). The

Placement will comprise the issue of 66,494,825 new fully paid ordinary shares (“**Placement Shares**”) in the Company at an issue price of \$0.018 per share, to be issued in two tranches as follows:

1. 52,099,087 Placement Shares will be issued pursuant to the Company’s existing placement capacity under ASX Listing Rule 7.1A (“**Tranche 1**”); and
2. the remaining 14,395,738 Placement Shares will be issued subject to shareholder approval being granted at the next General Meeting of the Company (“**Tranche 2**”), expected to be held in mid-late November 2022.

Placement participants will receive one (1) free attaching option for every one (1) New Share subscribed for under the Placement, exercisable at \$0.03 each with an expiry date of 30 September 2024 (“**Attaching Options**”). The Attaching Options will be subject to Shareholder Approval at the General Meeting and are expected to be granted on or around late November 2022. The Company intends to apply for quotation of the Attaching Options, subject to ASX requirements being met.

Everblu Capital Limited (“**Everblu**”) acted as the Lead Manager for the Placement and will be paid a cash fee of 6% on funds raised and 1 Broker Option for every 3 Placement Shares issued, exercisable at \$0.03 per share, expiring 30 September 2024. The Broker Options are subject to Shareholder approval.

Commenting on the Capital Raising, Executive Director Mr David Breeze said:

“We have received strong interest in the placement through Everblu and will see the introduction of several new sophisticated investors, including high net worth, family office and resource funds to our register.

Advent has received a copy of the draft Environmental Plan which is currently being reviewed prior to release to enable the Environmental Consultation Process for PEP 11 and we are hopeful of conducting drilling, subject to resolution of the judicial review application in the Federal Court of Australia in relation to the extension of the PEP 11 Permit.

The funding also allows BPH to accelerate the exploration programs to unlock the potential on both our hydrogen and gas projects especially following the recent gas crisis and focus on hydrogen.

We welcome the new shareholders and look forward to eligible shareholders supporting BPH as we continue our activities.”

USE OF FUNDS

The proceeds raised under the Placement provide BPH with a strong cash position to fund its investments and funding of hydrogen projects.

The intended use of funds will be for:

- \$0.65m - Further Investment in Clean Hydrogen Technology
- \$0.35m - Funding for exploration and development of oil and gas investments
- \$0.1m - For working capital including costs of the offer

PLACEMENT DETAILS

The Placement offer price of \$0.018 per share represents an 21.7% discount to BPH’s closing price on Thursday, 06 October 2022 of \$0.023 per share, a 20.5% discount to the 20-day VWAP of \$0.0226 per share, and an 11.9% discount to the 5-day VWAP of \$0.0204 per share.

Settlement of Tranche 1 of the Placement is expected to be completed on 13 October 2022 and settlement of Tranche 2 is subject to Shareholder approval at the upcoming General Meeting.

Placement Shares will rank equally with existing fully paid ordinary shares.

David Breeze (Director) authorised the release of this announcement to the market.

David Breeze
Executive Director