

Announcement to ASX
ASX: PGY

18 December 2024

CLIFF HEAD TRANSACTION UPDATE

Pilot Energy Limited (**ASX: PGY**) (**Pilot** or **Company**) provides the following update on the acquisition of Triangle Energy (Global) Limited's (**TEG**) interest in the Cliff Head Oil Project.

Pilot remains focussed on transitioning the Cliff Head operation from an end-of-life oil production asset into a carbon storage operation. Since the cessation of oil production, Pilot has been prioritising investment in the Cliff Head asset to meet the requirements of the Commonwealth Government regulators to make the asset safe and to preserve the ability to make this transition.

TEG has different priorities in seeking to exit the asset through a sale of their interest to Pilot. The timing and execution of the sale and this transition is necessarily linked to satisfying the Commonwealth Government's requirements and also to the binding commitment of the Korean Consortium to enter the Mid West Clean Energy Project.

With respect to the pending purchase of Triangle's interests in the Cliff Head operation, on Monday morning 16 December 2024, Pilot advised Triangle that an initial purchase instalment payment was subject to receipt of funds under the convertible note issue announced on ASX:PGY 11 December and that those funds have not, as yet, been received. Pilot further advised TEG that it intended to make such payment upon receipt of those funds. Under the terms of the convertible note agreement, the investor has until 24 December 2024 to transfer the investment amount to Pilot.

Pilot remains open to a commercial resolution with TEG relating to the purchase that satisfies first the requirement of the Commonwealth Government and maintaining continuity of the Cliff Head operations and the operating team and then an orderly conclusion of Triangle's exit from the asset.

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This announcement has been authorised for release to ASX by the Chairman, Brad Lingo on behalf of the Board of Directors.

Enquiries

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About Pilot: Pilot is a junior oil and gas exploration and production company that is pursuing the diversification and transition to the development of carbon management projects, production of hydrogen and clean ammonia for export to emerging APAC Clean Energy markets. Pilot intends to leverage its existing oil and gas operations and infrastructure to

cornerstone these developments. Pilot is proposing to develop Australia's first offshore CO2 Storage Project through the conversion of the Cliff Head Oil field and associated infrastructure from oil production to CO2 Storage as part of the Mid West Clean Energy Project.

Pilot holds a 21.25% interest in the Cliff Head Oil field and Cliff Head Infrastructure (increases to 100% on completion of the acquisition of Triangle Energy (Global) Pty Limited's interest), and a 100% working interest across all exploration tenements across the Offshore Perth Basin, Western Australia (Greenhouse gas assessment permit G-12-AP and petroleum exploration licence WA-481-P)

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