

ASX Announcement

18 August 2025



\$1.5M PLACEMENT TO ADVANCE SEROWE CBM PROJECT

Highlights

- Firm commitments received to raise A\$1.5 million via a Placement at A\$0.059 per share.
- Strong support from Directors and investors, with Directors and the CEO subscribing for A\$435,000 (subject to shareholder approval).
- Funds to be used to drill and stimulate Serowe-3.5B, drill exploration well JSH-1 near high-flow MAS-13 well, progress the Bankable Feasibility Study (BFS), and for working capital.

Botala Energy Ltd (ASX and BSE: BTE) ("Botala" or "the Company") is pleased to announce it has received firm commitments from sophisticated and professional investors for a placement of approximately 25.4 million new fully paid ordinary shares ("New Shares") at an issue price of A\$0.059 per share to raise gross proceeds of A\$1.5 million ("Placement"). Directors and the CEO intend to subscribe for A\$435,000 subject to shareholder approval at a General Meeting.

The issue price represents a 15.7% discount to the last traded price of A\$0.070 on 13 August 2025 and a 13.8% discount to the 15-day VWAP of A\$0.068.

Approximately 25.4 million New Shares will be issued under the Placement which will comprise 18 million New Shares under Botala's remaining capacity under Listing Rule 7.1 and approximately 7.4 million additional New Shares will be issued on the same terms to the members of the Board and the CEO (or their respective nominees) subject to the receipt of shareholder approval to be sought at a General Meeting of Botala.

Use of Funds

Proceeds from the Placement will be directed towards drilling and stimulation of the Serowe-3.5B well, advancing the exploration program with the drilling of the JSH-1 well located 4km from the MAS-13 well (which produced 120,000 scfd), progressing the Bankable Feasibility Study to support LNG development, and providing general working capital as well as covering costs associated with the offer.

Mr Kris Martinick, Chief Executive Officer stated: "We would like to welcome new shareholders to the register and thank existing shareholders for their continue support. This placement enables Botala to continue advancing toward our target of first gas sales. It is an exciting phase, with drilling at Serowe-3.5B and JSH-1, finalising key commercial agreements with significant investors into the project at the asset level which have completed due diligence over the past quarter and progressing the BFS. The strong support from our directors and cornerstone investors reflects the confidence in the Serowe CBM Project's potential to deliver long-term shareholder value while enhancing energy security for the region. "

Details of the Placement

Botala has received firm commitments for a Placement to professional and sophisticated investors ("Placement Participants") to raise approximately A\$1.5 million (before costs) through the issue of 25,423,729 new fully paid ordinary shares in the Company at an issue price of A\$0.059 per share.

The Company's Directors and CEO have confirmed their intention to subscribe for A\$435,000 in the Placement ("Director Placement Shares"), subject to shareholder approval to be sought at a General Meeting.

The Placement will be completed in the following two tranches:

- Tranche 1 will consist of the issue of 18 million Placement Shares to unrelated Placement Participants within the Company's placement capacity under ASX Listing Rule 7.1 ("Tranche 1 Placement Securities"); and
- Tranche 2 will consist of the issue of Director Placement Securities, being 7,372,881 Director Placement Shares, which will be subject to shareholder approval pursuant to ASX Listing Rule 10.11.

The issue price of A\$0.059 per New Share represents:

- 14.2% discount to the 5-day VWAP of A\$0.069;
- 13.8% discount to the 15-day VWAP of A\$0.068; and
- 15.7% discount to the last traded price of A\$0.070 on 13 August 2025

A notice of meeting seeking shareholder approval for the Director and CEO Placement Shares will be dispatched to shareholders in due course.

Event	Date / Time
Trading Halt	10:00am, Thursday, 14 August 2025
Bids Due	4:00pm, Friday, 15 August 2025
Firm Letters and Application Forms Due	4:00pm, Friday, 15 August 2025
ASX Announcement / Resume Trading	10:00am, Monday, 18 August 2025
Settlement of Placement	5:00pm, Friday, 22 August 2025
Expected Date of ASX Quotation of New Shares	Monday, 25 August 2025

BY ORDER OF THE BOARD

Yours faithfully
Botala Energy Ltd

For further information, please contact:

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This report is lodged on Botala's website, www.botalaenergy.com

About Botala Energy Ltd

Botala Energy Ltd (ACN 626 751 620) is an ASX-listed Coal Bed Methane (**CBM**) exploration and development company focussed on developing production from its 100% owned Serowe CBM Project located in a high-grade CBM region of Botswana (and related early-stage renewable energy opportunities). Botala (as Operator) is focussed on developing the Serowe CBM Project and believes that there is a considerable opportunity for it to commercialise the project due to the demand for stable power supply in Botswana and elsewhere in Southern Africa. Botala is listed on the Australian Securities Exchange and the Botswana Stock Exchange.

Forward Looking Statements

This document may contain certain statements that may be deemed forward-looking statements. Forward looking statements reflect Botala's views and assumptions with respect to future events as at the date of the Announcement and are subject to a variety of unpredictable risks, uncertainties, and other unknowns that could cause actual events or results to differ materially from those anticipated in the forward-looking statements. Actual and future results and trends could differ materially from those set forth due to various factors that could cause results to differ materially include but are not limited to: industry conditions, including fluctuations in commodity prices; governmental regulation of the gas industry, including environmental regulation; economic conditions in Botswana and globally; geological technical and drilling results; predicted production and reserves estimates; operational delays or an unanticipated operating event; physical, environmental and political risks; liabilities inherent in gas exploration, development and production operations; fiscal and regulatory developments; stock market volatility; industry competition; and availability of capital at favourable terms. Given these uncertainties, no one should place undue reliance on these forward-looking statements attributable to Botala, or any of its affiliates or persons acting on its behalf. Although every effort has been made to ensure this Announcement sets forth a fair and accurate view, we do not undertake any obligation to update or revise any forward-looking statements, whether because of new information, future events or otherwise.