



## ASX RELEASE

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### Commencement of second phase of US\$75 million on-market share buyback

Following the recent completion of the first phase of the US\$75 million on-market buyback program announced on 31 March 2025, Karoon advises that it intends to commence the second phase of the buyback in October.

In the first phase, Karoon bought back and cancelled 20.8 million shares at a cost of approximately US\$22.4 million, equivalent to an average price of A\$1.66/share. The second phase will initially comprise an investment of up to approximately US\$25 million in Karoon shares.

As outlined on 31 March 2025, the continuation of the buyback required shareholder approval to ensure compliance with the Corporations Act s257B. This restricts on-market buybacks beyond 10% of issued capital in a twelve month period (10/12 buy-back limit). Karoon received shareholder approval to complete the US\$75 million buyback program via an ordinary resolution at the 2025 Annual General Meeting, with more than 95% of shareholders who voted being in favour of continuing the buyback beyond the 10/12 buy-back limit.

The US\$75 million on-market buyback forms part of Karoon's disciplined capital allocation framework, balancing shareholder returns with the ongoing needs of the business. The on-market share buyback remains contingent on several factors, including ongoing compliance with Karoon's credit agreements, the prevailing share price and market conditions.

#### **Karoon's Chairman, Peter Botten, said:**

*"The Board continues to believe that Karoon's shares are undervalued, creating an attractive opportunity to buy back and cancel shares and enhance value for remaining shareholders. We are committed to building long term shareholder value by maintaining a disciplined approach to capital allocation and directing capital to the highest returning opportunities, whether through buybacks or reinvestment in the business, while preserving a strong balance sheet and liquidity."*

This announcement has been authorised by the Board of Karoon Energy Ltd.