



ASX Announcement

AUSTRALIAN OIL INCREASES CALIFORNIAN WORKING INTERESTS

Australian Oil Company Limited (**ASX: AOK**) (**Australian Oil** or **the Company**) is pleased to advise that it has entered into a binding agreement with Xstate Resources Limited (**ASX:XST**) to acquire their Working Interests in the Sacramento Basin exploration projects, as identified in table 1 below.

The acquisition of these interests increases operational control and alignment of project decision making, improves exposure to exploration potential for the group's assets and has been achieved without additional capital investment, resulting in a greater opportunity for exploration upside within the existing asset base.

Under the terms of the agreement, AOK will acquire 100% of the share capital of Xstate USA Corporation (a wholly owned subsidiary of Xstate Resources Limited) for consideration of US\$95,103¹. This consideration will be offset against the unpaid cash calls at the present date, resulting in no cash outflows for AOK. Following the completion of the transaction, AOK will increase its economic interests in the exploration assets as identified in table 1.

AOK will now assess the merits of prospects identified in the VBC leases near Malton and Dempsey East, particularly given regulatory changes in California that have now facilitated drilling permits in Kern County and the forecasts in increased demand of gas expected as a result of a lack of new supply of gas and new energy required for data centres.

Managing Director Kane Marshall said:



This transaction consolidates the ownership over our core listed assets in the Sacramento Basin and enhances our strategic control to facilitate a different exploration strategy in its future works programs particularly in light of the recent Berry and CRC merger.



– ENDS –

This announcement has been authorised by the Board of Directors of the Australian Oil Company Ltd.

¹ At an exchange rate of 1 AUD = 0.664 USD, this is equivalent to A\$143,227



Table 1 – Xstate Resources working interests California

TENEMENT SCHEDULE AS AT 30 JUNE 2025				
Project name	Operator	Category	Area	WI
Dempsey 1-15 Well		Exploration & Appraisal	California	10%
Dempsey Trend		Active leasing 3 large prospects	California	33%
Rancho Capay Field		Production	California	10%
Malton field		Production	California	30%
Rice Creek, East Gas Fields		Production	California	10%
Los Medanos Gas Field		Production	California	10%
Dutch Slough Field		Production	California	30%

About Australian Oil Co

Australian Oil is an Australian-based energy company focused on under-explored, high-quality oil and gas opportunities near under-supplied markets.

The Company is currently focused on conventional oil and gas exploration and production in the Sacramento Basin in California. Australian Oil has a portfolio of natural gas and oil producing wells, in addition to prospects and discoveries at various exploration and appraisal stages.

Australian Oil is currently evaluating the acquisition of additional producing and exploration assets aligned with its strategic objectives and commitment to delivering shareholder value.

Australian Oil Company Limited

ACN: 114 061 433

ASX Code: AOK

Shares on Issue

1,252,228,745

Unlisted Options

10,000,000 ex \$0.025 on or before 30-Apr-2029

10,000,000 ex \$0.035 on or before 30-Apr-2029

10,000,000 ex \$0.045 on or before 30-Apr-2029

125,937,937 ex \$0.008 on or before 30-Jun-2026