

FINAL LAND AGREEMENT SECURED FOR TRANSFORMATIVE ZYDECO GAS PROJECT IN LOUISIANA, USA

- Additional mineral leases for the transformative Zydeco Gas Project (Project) in Louisiana, USA, have been secured
- This is a significant milestone as it facilitates unitising into a single block and ensures drilling locations and Project development can be optimised
- The project team in Louisiana is now progressing with finalising a rig to drill the Zydeco-1 Production Well
- The Board's strategic objective is to grow the operation into a mid-tier US producer, with the potential to create significant shareholder value

Galilee Energy Limited's Managing Director and CEO Joseph Graham said:

"The Board is delighted to have secured additional mineral leases for the transformative Zydeco Gas Project in Louisiana. The project team can now move forward with securing a rig and preparing an optimised drill site location. Whilst early days, the progress now positions the company to potentially deliver early production and cash flow supporting the company's strategic direction to grow as a mid-tier US producer."

Galilee Energy Limited (**Galilee or the Company**) (ASX: GLL) is pleased to announce it has secured additional mineral leases for the transformative Zydeco Gas Project in Louisiana, USA. Achieving this milestone will facilitate the Company in unitising the lease agreements into a single block which will ensure project drilling and development is optimised. Further, the project team in Louisiana is now set to move forward with finalising a rig (Figure 1) to drill the Zydeco-1 Production Well.





Figure 1: Preferred drill rig (Rig 14) for Zydeco Gas Project

ZYDECO GAS PROJECT – KEY POSITIVES

Galilee's new Board has been working diligently to ensure logistics and contracting continued to be advanced over the holiday period ensuring the Zydeco Gas Project progresses at a robust pace. The Board is targeting commencement of drilling following the transaction closing (which remains subject to shareholder approval at a General Meeting to be held on 27 January 2026), subject to securing key materials and rig lead times.

At a high level, the key attributes for the Zydeco Gas Project, are as follows:

- ❖ The Project is a low-risk development play, as it sits within a proven gas and condensate field;
- ❖ Simple low-cost low risk production;
- ❖ Short 1.6km gas spur line to the Texas Gas Pipeline, and a condensate stripping and truck loading facility;
- ❖ Readily accessible with existing sealed roads and gravel tracks; and
- ❖ Overall, targeting less than 6 months to production from spudding of the well.

Background on Zydeco Project

The Zydeco Project is located in the highly prospective Gulf Coast Basin, an onshore Mesozoic-Cenozoic, marginal sag basin containing more than 15km of sedimentary fill. The Project comprises a total of 325.3 acres of mineral lease area in the Acadia Parish, Louisiana, USA.

Multiple play-levels are proven to be commercially productive throughout the basin, particularly within the Cenozoic succession where stacked pay is common and reservoir quality is typically very good. The basin is extensively explored with extensive 3D seismic coverage.

The Project contains a gas/condensate discovery and is structurally defined with 3D seismic, comprising multiple reservoir-seal pairs, and is drill-ready.

The development facilities are simple and comprise condensate stripping, storage and truck loading, gas dehydration, metering and measurement and a one mile long gas spur line to a tie-in point at the Texas Gas Pipeline.

This announcement was authorised for release by the Board of Directors.

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About Galilee Energy Limited

Galilee Energy is targeting to become a mid-tier US producer through developing the Zydeco Gas Project in Louisiana, USA. In Australia, the company is the 100% owner of one of the largest uncontracted natural gas resources on the east coast of Australia, located within the Glenaras Gas Project in Queensland's Galilee Basin.

Directors

Non-Executive Chairman – Eduardo Robaina
Non-Executive Director – Dale Hanna

Managing Director – Joseph Graham

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