

ASX ANNOUNCEMENT

11 August 2026

OPERATIONS UPDATE – JULY 2026

- Continued increase in average daily gas production with July gas production averaging 778m³/day (~27,500 scfd), a ~5% increase over June's average gas production of 742m³/day
- Daily gas production for August is averaging over 800m³/day and approaching the Pilot Well Project's next significant milestone of consistent rates above ~850m³/day (30,000 scfd)
- All long lead items now acquired for the 2026 Work Program, which is focused on new drilling and optimisation of existing well bores through re-completions, to improve long term production performance
- Appointment of Chief Operating Officer ahead of the execution of the 2026 Work Program to strengthen the management and technical team
- Recent site visit by Dashvaanjil Group to finalise the design and engineering for the Gas to Power Project (GPP), ahead of project implementation with first power generation expected later in the year

TMK Energy Limited (ASX:TMK) ("TMK" or the "Company") is pleased to announce that daily gas production continues to increase at the 100% owned Gurvantes XXXV Pilot Well Project as the Company continues to gear up for its 2026 drilling and re-completion program.

Mr Dougal Ferguson, TMK Energy's Chief Executive Officer commented:

"The month of July is the annual Naadam festival in Mongolia. Despite this holiday period, TMK continued to progress all necessary activities in preparation for the 2026 Work Program.

During July, we secured the services of Mr. Steve Skinner as Chief Operating Officer. Steve has hit the ground running and is now putting together the finishing touches of the 2026 Work Program. The majority of the long lead items will be transported to Mongolia in the coming weeks, with most equipment now being sourced directly from China. Final contractual negotiations with key contractors are nearing completion, with operations expected to commence in the coming weeks as both equipment and personnel become available.

Work continued on our Gas to Power Project (GPP) during July, with a team from TMK and our GPP partner, Dashvaanjil Group, recently visiting the Pilot Well Project to finalise the engineering and design. The GPP is expected to be operational prior to the end of this year, which will be a significant achievement by both the teams involved, and will demonstrate the benefit of the use of gas in power generation for remote mining projects in Mongolia.

Meanwhile, our production continues to rise on a month-by-month basis with continued evidence of near well bore desorption and further progression towards our gas production goal for 2026."



Production Update

Average gas production during July was **~778m³ per day**, approximately 27,500 standard cubic feet per day (scfd), and a **~5% increase** over June's average gas production rate of ~742m³ per day. This result was despite LF-03 being offline awaiting a pump replacement, as well as several power interruptions which adversely affected production during July. Water production across the field during July was stable at approximately 441 barrels of water per day.

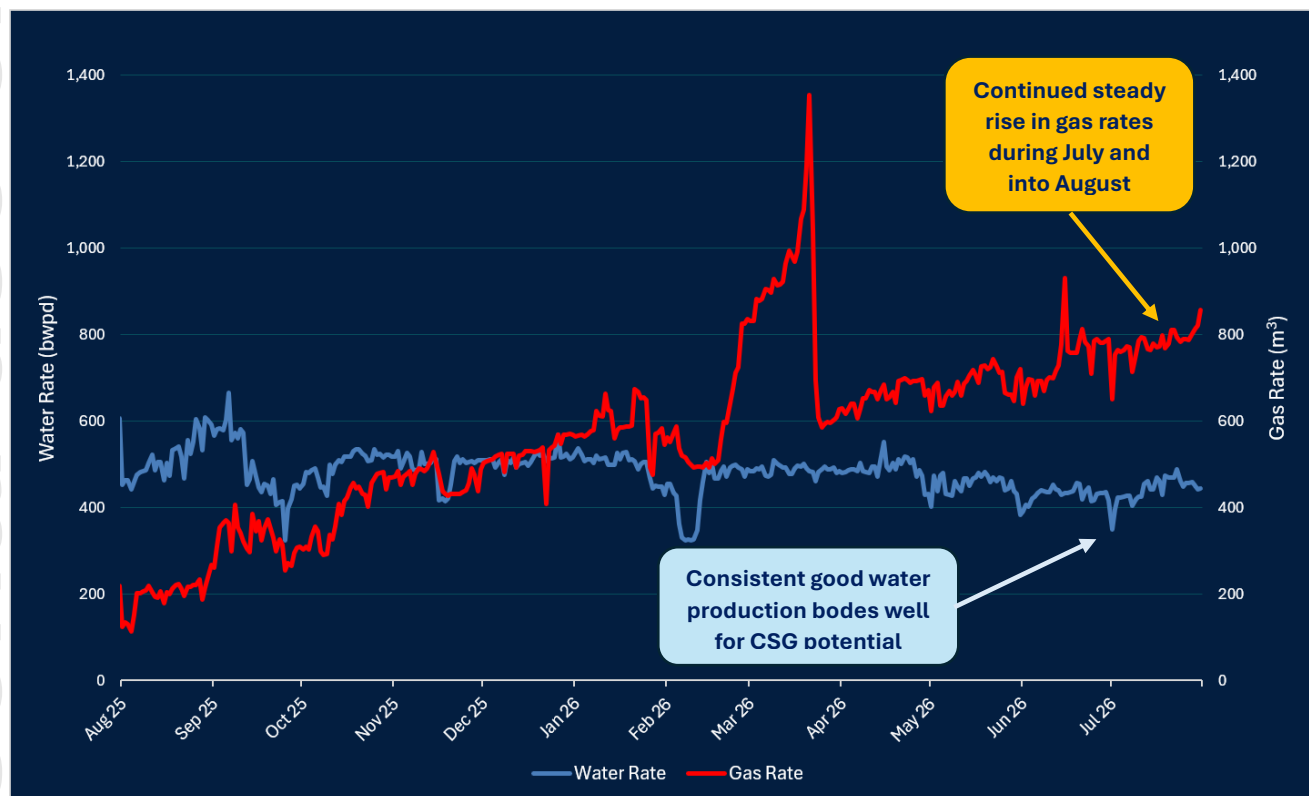


Figure 1: Lucky Fox pilot well program water and gas production (last 12 months)

2026 Work Program Update

On 24 July 2026, the Company announced the appointment of Mr. Steve Skinner as Chief Operating Officer of the Company. Steve is a Petroleum Engineer and seasoned oil and gas executive based in Denver, Colorado, and brings over 25 years of oil and gas experience from the US, including working in the San Juan Basin, one of the world's pioneering CSG producing basins.

Prior to his formal appointment, Steve had been providing the Company with advice on its proposed 2026 Work Program and during the month, the Company formalised its revised plans for this year's work program, which includes re-completion of exiting well bores with smaller casing and pump sizes to optimise the wells and improve long term production performance. This well re-completion work, in conjunction with the drilling of up to two new production wells, commencing with the drilling of the LF-08 pilot well, forms the basis of the 2026 Work Program.

LF-08 is being drilled as a potential early gas producer given its up-dip location. The objective of drilling this well will be to replicate the success of LF-07, which has been the best performing well and is the only well at the Pilot Well Project that has been produced pursuant to the revised reservoir management plan.

Final contract negotiations are underway with Major Drilling, the winner of the tendering process, with the drilling contract expected to be executed in the coming days. All long lead items have been ordered and are expected to commence transportation to Mongolia in the coming weeks.

During July, TMK completed a significant maintenance project ahead of the 2026 Work Program, being the replacement of the water pond liner with a more permanent structure. The original temporary water pond liner was fit for purpose in the early stages of the Pilot Well Project, with the new liner being more robust and anticipated to have a significantly longer life span.



Left: Water pond maintenance completed in July. Middle and Right: Long lead items manufactured and ready for shipment to the Pilot Well Project.

Gas to Power Project

Last week, the Company's partner in its power generation project, Dashvaanjil Group LLC, visited the Company's Pilot Well Project to finalise the design and engineering for the Gas to Power Project (GPP), ahead of detailed commercial negotiations and implementation of the GPP later in the year. The GPP is expected to be operational by December 2026, subject to commercial arrangements being finalised between Dashvaanjil and TMK in the coming months and a final investment decision being made in October.

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For the purposes of ASX Listing Rule 15.5, the Board of Directors has authorised for this announcement to be released.

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