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ASX Limited  
Company Announcements  
Level 4, 20 Bridge Street  
SYDNEY NSW 2000

## Prominence Energy NL – Bowsprit Project Lease Extension

Prominence Energy NL ACN 009 196 810 (**PRM** or **Company**) is pleased to announce the Company has an agreement with the Department of Mineral Resources of the State of Louisiana USA, to extend Leases SL21754 and SL21787 by 12 months until 14 March 2022, to facilitate the intended drilling of the Bowsprit Project.

In concurrence with this Lease extension period, Pinnacle Exploration and Prominence Energy NL have executed a letter agreement to extend the completion date of the buy-out agreement up to 14 March 2022, with completion of the buy-out to occur prior to drilling.

The Bowsprit leases SL21754 & SL21787 are located approximately 70km southeast of New Orleans in approximately 3m of water. Bowsprit is assessed to contain an undeveloped conventional Miocene aged oil sand at a depth of approximately 7,400ft (2,255m) that is located above a deeper, 9,500ft gas field that was developed in 1960s by Shell. Consequently, the Bowsprit field contains 14 vertical well penetrations and has demonstrated producible oil from an upper Miocene sand. The 30ft thick oil sand was flowed successfully in 1960s from four wells and produced approximately 75,000 bbls of oil, but full field development was not practical with the vertical well technology of the time.

PRM plans to drill a vertical pilot hole to evaluate the prospective underlying Middle Miocene exploration targets and then pull back and deviate the well to place a horizontal well between former production wells in the proven (flowed) Upper Miocene Sand. The field will be rapidly placed on production either by low cost tie-back to a near-by facility for early cashflow and/or, if the Middle Miocene reservoir (prospective resources) are present and the accumulation is sizable, via a dedicated new unmanned production facility with additional development drilling.

Commenting on the news Alex Parks Managing Director said *“Since the beginning of 2021 the oil price has increased to approximately US\$65/bbl and there has been a surge of interest in oil projects in the US. Bowsprit is in state waters and should not be affected by any federal land oil and gas policy changes made by the Biden presidency. PRM has recently engaged an agent to assist in finding a partner for the project and presentations are under way. The Company was at final documentation stage in March of last year to fund the Bowsprit-1 well, just before the downturn, and as the oil price and interest in the sector is better now than in early 2020, we are reasonably confident that, unless there is another severe downturn, there is a good chance the project can be farmed out and drilled this year.”*

Mr Alexander Parks, Managing Director, has authorised this document to be given to the ASX.

Yours faithfully,

Prominence Energy NL

Anna Mackintosh  
Company Secretary