

28 June 2024

HEADS OF AGREEMENT SIGNED FOR GAS SALES WITH PT PERUSAHAAN GAS NEGARA TBK

NuEnergy Gas Limited (“NuEnergy” ASX: NGY). NuEnergy is pleased to announce that its subsidiary, Dart Energy (Tanjung Enim) Pte Ltd (“Dart TE”), signed a Heads of Agreement (“HOA”) with PT Perusahaan Gas Negara Tbk (“PGN”) on 27 June 2024 for the sale and purchase of coal bed methane. Dart TE and PGN are hereinafter collectively referred to as the “Parties”.

PGN (PGAS:IJ), listed on the Indonesia Stock Exchange, is a leading natural gas distribution and transportation player in Indonesia with total revenue of USD3.65 billion for the financial year ended 31 December 2023. PGN continues to strengthen its position in the market by gradually transforming into an integrated energy solution company, encouraging the use of natural gas. PGN is engaged in upstream oil and gas, midstream and downstream fields across the Indonesian peninsula. PGN owns and operates natural gas pipelines of more than 12,000 km in total length. PGN’s upstream portfolio consists of 10 oil and gas blocks across Indonesia and 1 shale gas project in Houston, United States of America. PGN has 2 Floating Storage Regasification Units (“FSRU”) in Lampung & West Java, Indonesia and a land-based regasification facility in Arun, Indonesia. PGN, and through its downstream entities, serves more than 3,100 industrial and commercial customers. PGN has been a subsidiary of PT Pertamina (Persero) since 28 December 2018 as part of the Government of Indonesia’s Oil & Gas Holding initiatives.



PGN’s Natural Gas Infrastructure

The HOA’s salient terms and conditions shall eventually progress and be incorporated into a comprehensive Gas Sale and Purchase Agreement (“GSPA”), covering the supply and sale commitment by Dart TE and the purchase commitment by PGN, of coal bed methane (“CBM”) produced from Dart TE’s Plan of Development (“POD”) 1, in the Tanjung Enim Production Sharing Contract (“PSC”), located in South Sumatra Indonesia. The HOA shall be effective from 27 June 2024 up to the date the GSPA is executed or expiration of the 12 (twelve) month period commencing from the effective date and can be extended based on the written agreement of the parties to the HOA.

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Under the HOA, Dart TE targets to commence the sale and delivery of CBM to PGN estimated no later than 1 (one) year after the GSPA is signed or a date mutually agreed by the Parties. The GSPA, which shall be for a period of 15 years, can be extended mutually through written agreement.

The supply of the CBM/natural gas will address not only the energy needs but will also help the industry in the vicinity to gradually migrate towards utilising clean energy in their operations/business and this, in turn, will enable NuEnergy, PGN, Indonesia, and the world to take a step closer towards a lower carbon future. This gas sale commencing at 1 MMSCFD represents the initial and gradual progress of gas production and this initial gas production is part of Dart TE's development phase that will increase to a total peak gas production of 25 MMSCFD as approved under the Tanjung Enim POD-1, by the Ministry of Energy and Mineral Resources Indonesia on 17 June 2021.

The Tanjung Enim POD I covers the development in two target areas, in the north and south of the contract area covering ~33km² (or 13% of the total acreage of the Tanjung Enim PSC) where the Indonesia Research and Development Center for Oil and Gas Technology has confirmed and certified reserves totalling ~164.89 Bscf in these areas.

ABOUT NUENERGY GAS

NuEnergy is an independent clean energy company focused on the development of Indonesian unconventional gas assets.

We were established with the goal of providing investors with superior value by safely, reliably and sustainably supplying clean energy to meet the growing energy demands in Indonesia, one of the world's fastest growing economies and energy consuming markets.

We hold four (4) onshore coal bed methane ("CBM") Production Sharing Contracts ("PSCs"), across South Sumatra. We are now fully focused on moving our high-value unconventional gas assets from exploration to the development stage, monetizing their reserves, delivering shareholder return, and in turn working capital to fund future developments and strategic acquisitions.

NuEnergy's strategy is to integrate all its PSCs in South Sumatra as a CBM hub to supply sustainable clean energy to the local market and the country.

NuEnergy has a clear strategy to drive future growth and maximise shareholder return. We are fully committed to complete our first Plan of Development ("POD") on our Tanjung Enim PSC, moving to first gas production and commercialization.

We are proud to be a pioneer of Indonesia's clean energy industry, helping deliver a reliable and robust energy supply to the people and businesses of Indonesia. Our focused strategy ensures we will soon become a significant Indonesian gas producer, maximizing shareholder value and return at every opportunity.

Shareholder Enquiries

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