

Announcement to ASX

ASX: PGY

17 June 2024

Pilot Announces \$4 million Placement

Pilot Energy Limited (ASX: PGY) ('Pilot' or the 'Company') is pleased to announce it has received commitments of \$4.0 million (before costs) in a placement to sophisticated, institutional and professional investors (**Placement**). Strong investor interest was shown in the Placement along with support for the Company's strategic focus on developing the Mid West Clean Energy Project (including the Cliff Head Carbon Storage Project) in Western Australia.

The Placement follows the material advancement in the Mid West Clean Energy Project ('MWCEP') announced on 13 June 2024, with the Declaration of Greenhouse Gas Storage Formation for the Cliff Head Carbon Storage Project.

The Declaration is one of the first of its kind for an offshore Carbon storage project in Australia and provides confidence in the Australian regulatory regime, further de-risking the MWCEP for potential international project partners.

Placement Terms

Under the terms of the Placement, the Company will issue 181.8 million fully paid ordinary shares (**Shares**) to sophisticated and professional investors at an issue price of \$0.022 per Share to raise \$4.0 million (before costs).

As part of the Placement, the Company will issue one new listed option (**Placement Options**) for every four new Shares issued to investors, resulting in a total of 45.4 million new listed Placement Options being issued. The Placement Options will be listed under the ASX code 'PGYO', will expire on 25 August 2025 and have an exercise price of \$0.033.

The issue price of \$0.022 per Share represents a 22% premium to the previous closing price of \$0.018 per Share and an 8% discount to the 30-day volume-weighted average price (VWAP).

Whairo Capital Pty Ltd acted as Lead Manager to the Placement. Under the terms of its engagement, the Lead Manager will be paid a management fee of 2% and a placement fee of 4% of the total funds raised under the Placement. Pilot will also issue 10 million options (on the same terms as the Placement Options) to the Lead Manager.

The key dates for the issue under the Placement are as set out in the table below.

Event	Date*
<ul style="list-style-type: none">• Company announces placement details• Appendix 3B• ASX lifts voluntary suspension (10.00 am)	17 June 2024
Placement Shares, Placement Options and Broker Options <ul style="list-style-type: none">• Settlement Date (DvP)• Allotment Date• Appendix 2A• Lodge cleansing statement	21 June 2024 24 June 2024 24 June 2024 24 June 2024

*This timetable is indicative and subject to variation.

As noted above, this capital raise, together with other funding initiatives in progress, will provide funding towards activities associated with Pilot's projects. This includes, closing out MWCEP Pre FEED, preparatory work for the next phase of the MWCEP development, Cliff Head operations, as well as general working capital requirements of the business.

This announcement has been authorised for release to ASX by the Chairman, Brad Lingo on behalf of the Board of Directors.

Enquiries

Cate Friedlander, Company Secretary, email: cfriedlander@pilotenergy.com.au

About Pilot: Pilot is a junior oil and gas exploration and production company that is pursuing the diversification and transition to the development of carbon management projects, production of hydrogen and clean ammonia for export to emerging APAC Clean Energy markets. Pilot intends to leverage its existing oil and gas operations and infrastructure to cornerstone these developments. Pilot is proposing to develop Australia's first offshore CO2 Storage Project through the conversion of the Cliff Head Oil field and associated infrastructure from oil production to CO2 Storage as part of the Mid West Clean Energy Project.

Pilot holds a 21.25% interest in the Cliff Head Oil field and Cliff Head Infrastructure (increases to 100% on completion of the acquisition of Triangle Energy (Global) Pty Limited's interest), and a 100% working interest in exploration permit WA-481-P, located offshore Western Australia.