

ASX RELEASE

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Karooon Energy successfully completes retail entitlement offer

Karooon Energy Limited (**Karooon**) is pleased to announce the successful completion of the retail component of its fully underwritten 1 for 3.75 pro-rata accelerated non-renounceable entitlement offer (**Entitlement Offer**) of new fully paid ordinary shares in Karoon (**New Shares**). Together with the institutional component of the Entitlement Offer and the institutional placement announced to ASX on Thursday, 16 November 2023, Karoon has raised a total of approximately A\$480 million.

The retail component of the Entitlement Offer (**Retail Entitlement Offer**) closed at 5.00 pm (Sydney time) on Wednesday, 6 December 2023 and raised approximately A\$94 million, with valid applications received of approximately A\$20 million, representing a take up of approximately 22% of New Shares available under the Retail Entitlement Offer, inclusive of applications for New Shares in excess of shareholder entitlements. Those eligible retail shareholders who applied for New Shares in excess of their entitlement, up to a maximum of 55% of their entitlement, were allocated those New Shares in full.

Approximately 36 million New Shares (~A\$74 million) not taken up under the Retail Entitlement Offer will be allotted to sub-underwriters of the Retail Entitlement Offer.

Commenting on the outcome of the Retail Entitlement Offer Dr Julian Fowles, Karoon's Managing Director and CEO said:

"We are pleased with the support shown by our retail shareholders for the equity raising and the acquisition of the Who Dat and Dome Patrol fields. The acquisition is transformational for Karoon and represents a highly strategic entry into the US Gulf of Mexico".

The New Shares to be issued under the Retail Entitlement Offer will rank equally with existing Karoon ordinary shares in all respects from the date of their issue. The New Shares issued under the Retail Entitlement Offer are expected to be issued on Wednesday, 13 December 2023 and to commence trading on the ASX on Thursday, 14 December 2023. Holding statements are expected to be despatched on or around Monday, 18 December 2023.

This announcement has been authorised by the CEO and Managing Director of Karoon Energy Ltd.

INVESTORS

SVP Communications
and Investor Relations

Ann Diamant
M: +61 407 483 128
E: Ann.diamant@karoonenergy.com

SHAREHOLDING ENQUIRIES

Computershare
Tel: 1300 850 505

MEDIA – AUSTRALIA

P&L Corporate
Communications

Ian Pemberton
M: + 61 402 256 576
E: ian.pemberton@plcorporate.com.au

MEDIA – BRAZIL

InPress Porter
Novelli

Andrea Blum
M: + 55 21 98105-9338

Daniela Melina
M:+ 55 21 99101-0248

Jacqueline Breitingner
M: +55 21 99465 9633

E: karoon@inpresspni.com.br

ABOUT KAROON ENERGY LTD

Karooon Energy Ltd. is an international oil and gas exploration and production company with assets in Brazil and Australia and is an ASX listed company.

Karooon's vision is to be a leading, independent international energy company that adapts to a dynamic world in an entrepreneurial and innovative way. Karooon's purpose is to provide energy safely, reliably and responsibly, creating lasting benefits for all its stakeholders

FORWARD-LOOKING STATEMENTS

This announcement includes certain "forward-looking statements" such as indications of, and guidance on, future events, future earnings and the future financial performance and financial position of Karooon. Forward-looking statements can generally be identified by the use of forward-looking words such as "expect", "anticipate", "likely", "intend", "should", "could", "may", "predict", "plan", "propose", "will", "believe", "forecast", "projection", "estimate", "target", "outlook", "guidance" or other similar expressions and include statements regarding the timing and outcome of the Equity Raising, Karooon's strategies and plans and the future operational and financial performance of Karooon. Any forward-looking statements included in this announcement involve subjective judgment and analysis and are subject to significant uncertainties, risks and contingencies and other factors, including the risks described in the Investor Presentation under "Key risks" and "Key acquisition risks" many of which are outside the control of, and are unknown to, Karooon and its officers, employees, agents or associates and may involve significant elements of subjective judgment and assumptions as to future events which may or may not be correct.

Forward-looking statements, including projections, guidance on future earnings and estimates are provided as a general guide only and should not be relied upon as an indication, prediction or guarantee of future performance. No representation, warranty or assurance (express or implied) is given or made in relation to any forward-looking statement by any person (including the Company). In particular, no representation, warranty or assurance (express or implied) is given that the occurrence of the events expressed or implied in any forward-looking statements in this announcement will actually occur. Actual results, performance or achievement may vary materially from any projections and forward-looking statements and the assumptions on which those statements are based. The forward looking statements are based on information available to Karooon as at the date of this announcement.

Except as required by law or regulation (including the ASX Listing Rules), Karoon undertakes no obligation to provide any additional or updated information whether as a result of new information, future events or results or otherwise. Indications of, and guidance or outlook on, future earnings or financial position or performance are also forward looking statements.

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